Turnstone Resources Ltd

ABN 64 153 414 852

Annual Report - 30 June 2026

Corporate directory

Directors	Richard Pearce Independent, Non-Executive Chair Leonard Jubber Managing Director and CEO Rory Luff Non-Independent, Non-Executive Director Christian Barbier Independent, Non-Executive Director
Company secretary	Graeme Smith
Registered office	Unit 15, 6-10 Douro Place, West Perth WA 6005, Australia +61 408 447 493
Principal place of business	Unit 15, 6-10 Douro Place, West Perth WA 6005, Australia +61 408 447 493
Auditors	BDO Audit Pty Ltd Level 19, 30 Pirie Street, Adelaide SA 5000, Australia
Solicitors	Steinepreis Paganin Level 14, QV1/250 St Georges Terrace, Perth WA 6000, Australia
Main Bankers	National Australia Bank
Securities exchange	Australian Securities Exchange (ASX code: TSR)
Share registry	Automic Registry Services Pty Ltd Level 5/191 St Georges Terrace, Perth WA 6000, Australia +61 8 9324 2099
Website address	www.turnstoneresources.com
Corporate Governance Statement	https://turnstoneresources.com/company/corporate-governance/

Non-Executive Chair’s letter

22 September 2026

Dear Shareholders,

On behalf of the Board of Turnstone Resources Ltd (ASX: TSR, **Turnstone** or the **Company**), I am pleased to present my report for the financial year ended 30 June 2026. It has been a year of significant transformation for your Company, in which we repositioned Turnstone from a single asset potash explorer into a diversified critical minerals company, while preserving full optionality over the value of our foundation potash assets in Germany.

This letter should be read together with the announcements the Company has released to ASX over the course of the year and since, which are available at asx.com.au and turnstoneresources.com. It does not contain any information that has not already been disclosed to the market.

Building a critical minerals portfolio

In June 2025 the Board initiated a critical minerals strategy, to broaden the Company beyond its German potash assets and position it in commodities with established global demand, driven by the clean energy transition and the need for secure, sovereign supply into electronics, defence and aerospace. In November 2025 the Company announced an option agreement to acquire a portfolio of copper gold projects in the prospective Varmland district of central Sweden, a Tier 1 mining jurisdiction, from McKnight Resources AB.

Following due diligence work that validated historical artisanal mining results and identified further areas of mineralisation, the Company commence a process in March 2026 to acquire seven licence areas covering 100 square kilometres. In the same month the Company changed its name from South Harz Potash Ltd to Turnstone Resources Ltd, to reflect this new direction. Exploration of the Swedish portfolio has continued through the year, including a magnetic survey programme completed and announced in August 2026. This acquisition anchors our critical minerals strategy and gives the Board a disciplined framework, based on commodity and jurisdiction, against which to assess further opportunities as they arise.

Unlocking value from our potash assets

Our German potash licences at Ohmgebirge, held through our wholly owned subsidiary Südharz Kali GmbH, were the foundation on which this Company was built, and they remain a valuable asset. On 19 August 2026 the Board announced a strategic options review of the potash assets, to consider a range of options including, but not limited to, separation of the assets into a new corporate structure, listed or unlisted, a sale, or a new investor coming directly into the entity that holds the assets as a joint venture.

No decision has been made on whether any transaction will proceed, or on its structure or timing, and there is no assurance that the review will result in a transaction. Many of our longstanding shareholders have supported the development of these assets from the outset, and the Board is conscious of preserving the opportunity for shareholders to retain exposure to their potential upside as this review proceeds. Should the Board determine to proceed with a proposal, further details will be announced to the market at the appropriate time.

Thanking our shareholders

None of the progress described in this letter would have been possible without the continued support of our shareholders, both those who have held their investment in the Company since its early days as a potash explorer and those who have joined the register more recently, attracted by our critical minerals strategy. On behalf of the Board, I thank you all for your support, your engagement and your patience through what has been a period of considerable change for the Company, and I look forward to your continued support as we execute the next phase of our strategy.

Board and leadership

As announced to ASX on 28 August 2026, Len Jubber will step down as Managing Director and Chief Executive Officer and will cease to hold office as a Director of the Company, on 22 September 2026. Len joined the Company as a Non-Executive Director in March 2021, subsequently being appointed as Executive Chair since May 2024, guiding the business through the potash Pre-Feasibility Study and the significant strategic changes that have followed. On 3 August 2026, Len moved into role of Managing Director and Chief Executive Officer. Before announcing he will be stepping down from the Board and these roles. On behalf of the Board, I thank Len for his professionalism, his deep expertise and his considerable contribution to the Company over that period. I am pleased that Len has agreed to continue supporting the Company as Board Advisor, Potash Strategy, from 1 November 2026, and that shareholders will therefore continue to benefit from his knowledge of the German potash assets as the strategic options review proceeds.

From 22 September 2026 the current Directors will carry the executive duties of the Company between them, with no Director taking an executive title, while a search for a new Chief Executive Officer commences as the Company's strategy progresses. I thank my fellow Directors, both for their contribution over the past year and for the additional commitment they have agreed to take on as the Company enters this next phase of its critical minerals and potash strategies.

Subsequent events and outlook

Since year end, the Company has continued to progress both strategies. At a meeting of shareholders held on 14 September 2026, shareholders approved the issue of shares as consideration for the acquisition of the Swedish exploration licences. Approval from the Swedish Mining Inspectorate is well advanced and anticipated in the December 2026 quarter, and is the remaining condition to completion of the acquisition. The Board continues its evaluation of options for the potash assets and will keep shareholders updated as that work progresses.

The Board believes Turnstone is well positioned for the year ahead, with an anchor critical minerals asset in a Tier 1 jurisdiction, a clear framework for assessing further growth opportunities, and a potash asset base with genuine optionality for value realisation. I look forward to updating shareholders on our progress through the coming year.

Yours faithfully,

Richard Pearce
Non-Executive Chair
Turnstone Resources Ltd
22 September 2026.

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Review of activities

New name, new identity – building a critical minerals portfolio
During the year, your Company has transitioned from a single asset entity, focused on the South Harz Potash Project in Germany, to a diversified critical minerals explorer with a copper-gold portfolio in central Sweden. This was followed by a change in name to Turnstone Resources Ltd (ASX:TSR), reflecting its new strategy of building a diversified critical minerals portfolio of strategic and economic importance.

Advancing a District Scale Copper-Gold Portfolio, Sweden
Having announced its intention to move into the critical minerals arena in mid-2025, Turnstone commenced building a significant copper-gold footprint comprising seven licences covering ~100km^2, located within the emerging Värmland district in central Sweden which is located in the proven Sveconorwegian metallogenic belt known to host high-grade epithermal and IOCG copper-gold-silver mineralisation.

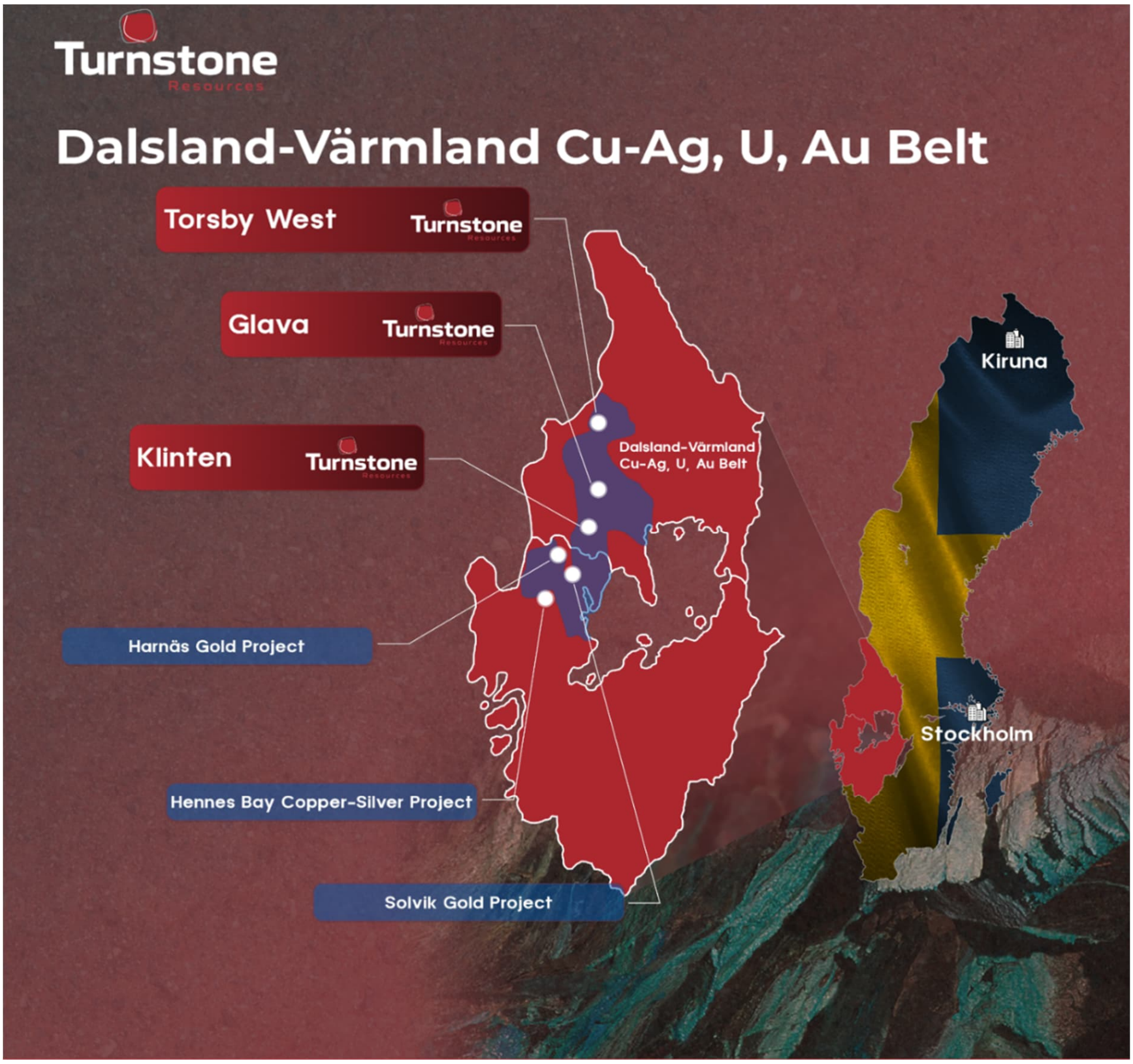


Figure 1. Turnstone Resources Swedish Portfolio

These licences are currently held by Turnstone's in-country partner, McKnight Resources AB (**McKnight**) on trust for the Company. Having now established an in-country subsidiary, Turnstone Sweden AB, the transfer of the seven licences to the Turnstone is currently underway, with completion anticipated in the December 2026 quarter.

Turnstone's Värmland comprises:

- **Glava Project** - potentially concealed epithermal / bornite-rich Cu-Au system
  - Glava 100, 200 and 300 licences
- **Torsby West Project** - multiple prospects along 25 km corridor of structurally controlled Cu-Au
  - Mangens 100 / Bockgruvan 100 / Kyrkskogen 100 licences
- **Klinten Project** - potential gold system
  - Klinten 100 licence

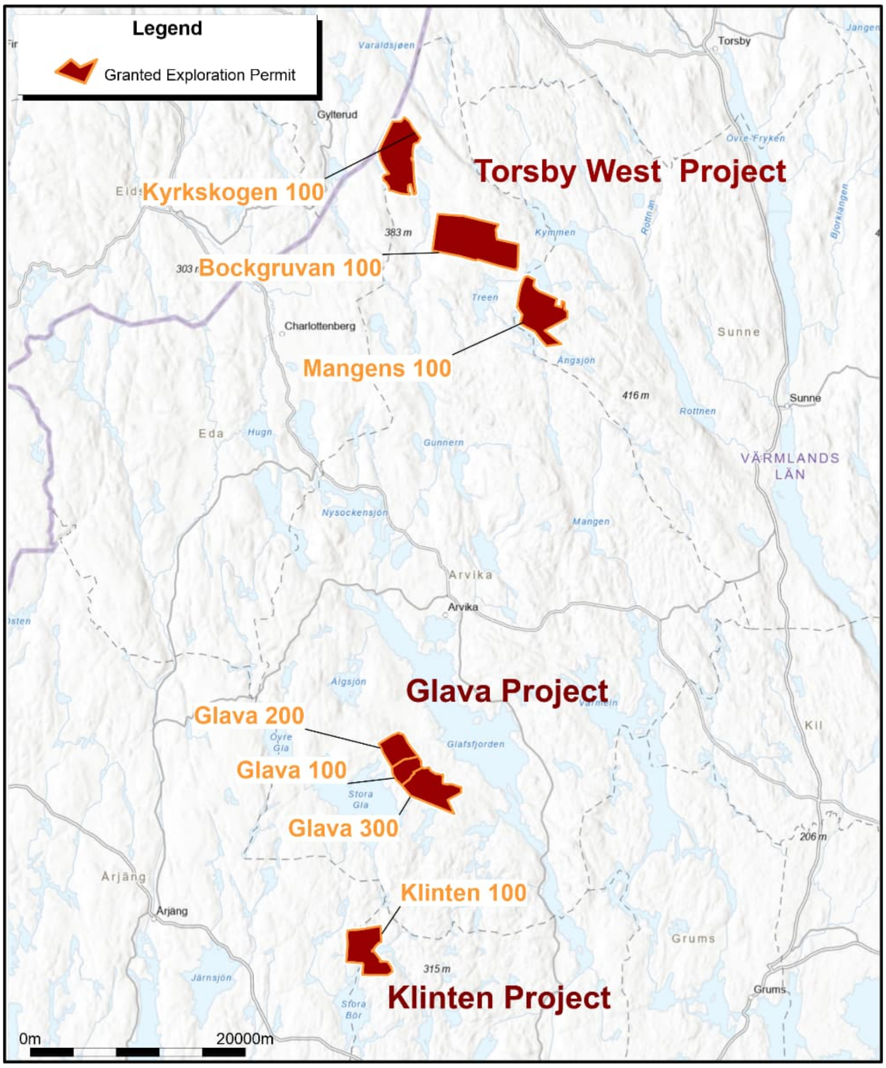
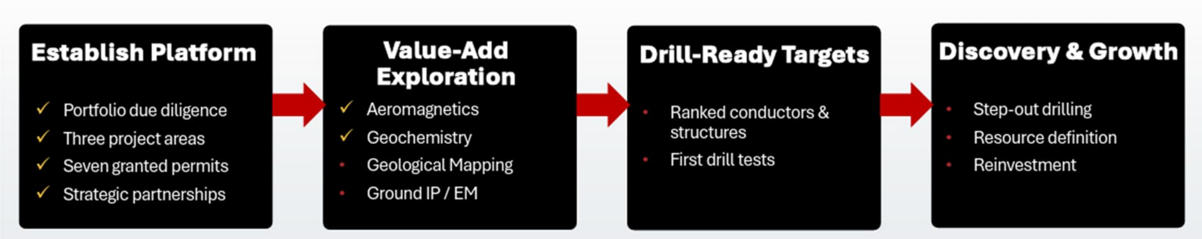


Figure 2: Location of Swedish licences

It is Turnstone's intention to deliver its disciplined exploration approach across its extensive portfolio of Swedish prospects, designed to advance exploration in a staged and catalyst driven manner.



The Swedish copper-gold portfolio which Turnstone has built during the reporting period can (as shown below) be divided into two clear stages of exploration; drill target definition and target generation.

Project	Commodity	Stage	Status	Next Catalyst
Glava	**Cu-Au (REE)**	Drill target definition	Historic 49 t @ 10.5% Cu; rock chips to 31 g/t Au; structural complexity	**Conductor within ~250 m of surface – the trigger for a drill decision**
Kyrkskogen (Torsby West)	**Cu**	Drill target definition	9 Boliden holes; 3.4 m over 220 m, open in all directions	**Confirm continuity of copper mineralisation**
Mangens (Torsby West)	**Cu**	Drill target definition	6 Boliden holes; 2–4 m thick, high-grade shear; northern strike untested	**Confirming continuity of mineralisation beyond the old workings – the trigger for step-out drilling**
Bockgruvan (Torsby West)	**Cu-Au**	Target generation	4 Boliden holes; Five potentially linked workings; ~10 km strike; fold-hinge control	**Geological model confirming the stratigraphic link between the artisanal workings**
Klinten	**Au-Ag-Cu**	Target generation	8.4 g/t Au (36.3 g/t Ag) from diorite-hosted quartz veins	**Geological model and gold anomaly that vectors to a drill target**

Table 1: Copper-gold portfolio across the maturity pipeline

Glava

The Glava Project covers 2,255Ha under three exploration licences within the eastern extensions of the Proterozoic Grenville Orogenic Belt, an emerging copper-gold exploration district extending through Scandinavia, the UK, Greenland and Newfoundland.

Exploration commenced at Glava in November 2025 with initial field work designed to collect sufficient data in the historic artisanal mining area to verify historic data, enable characterisation of the geology and mineralisation style, in addition to identifying further potential copper-gold anomalies across the project area.

The Company has subsequently carried out further geological mapping and rock-chip sampling of outcropping material from the historically mined East Pit and West Pit areas. Results from this sampling have delivered multiple high-grade copper and gold results up to 12.9% copper and 31.6 g/t Au.[1] Key highlights delivered included:

- **31.6g/t Au, 12.90% Cu and 752g/t Ag** GLV6
- **11.5g/t Au and 14.75% Cu** GLV5
- **9.52g/t Au and 3.79% Cu** GLV8
- **7.71g/t Au and 7.45% Cu** GLV1
- **7.38g/t Au and 2.69% Cu** GLV7

[1] For full details refer to ASX announcement *Update Strengthens Cu-Au Targets, Glava & Torsby West* dated 24 June 2026.

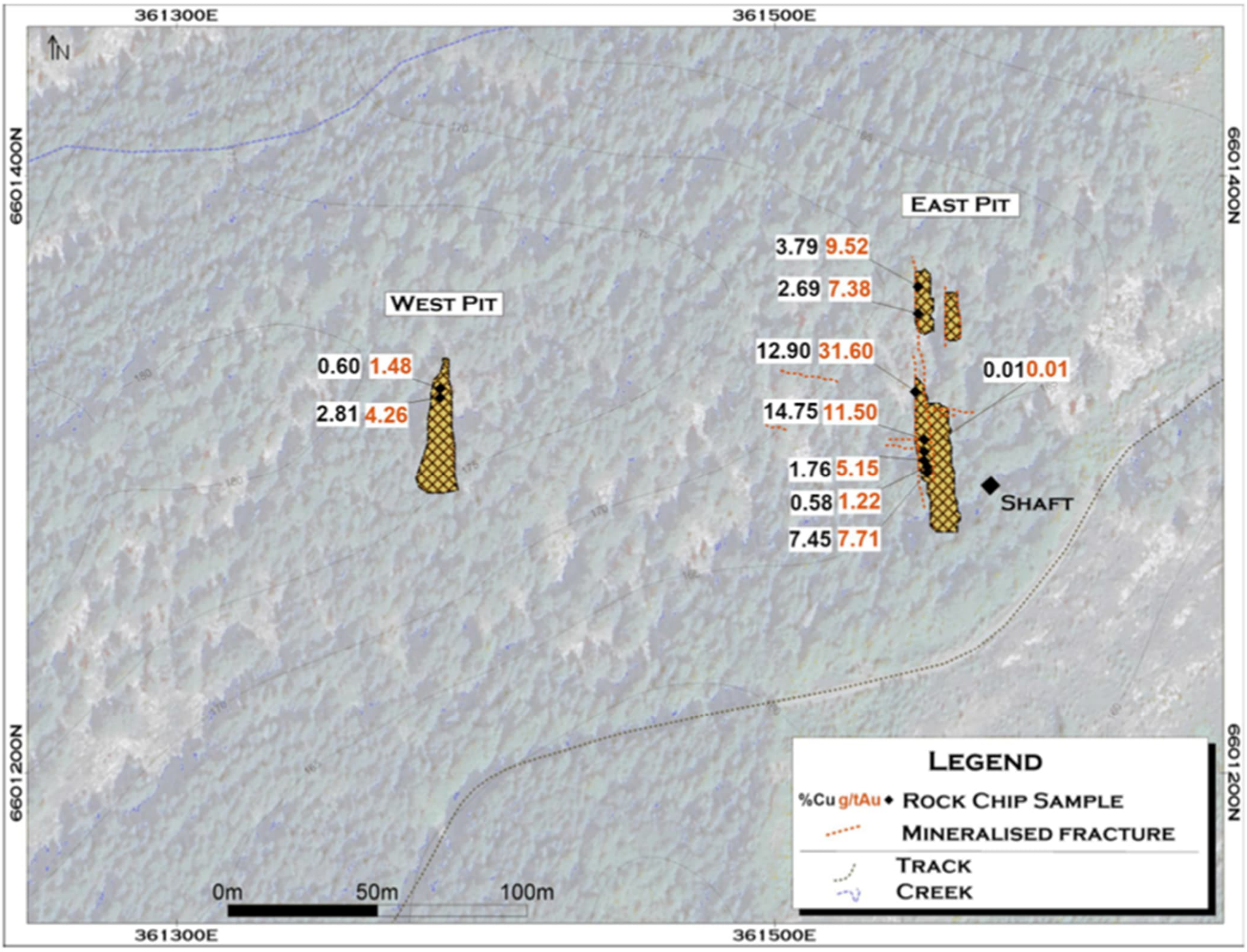


Figure 3: Sample Locations at the Glava Workings

These results confirmed a strong and consistent copper-gold association within the mineralised system and support Turnstone's interpretation that Glava may represent the upper expression of a larger concealed copper-gold mineralised system at depth.

Structural mapping to date has identified a southeast-plunging mineralised vein developed along a faulted contact, providing additional support for the presence of a deeper intrusive-related mineralising source.

Torsby West

Torsby West is situated within the eastern segment of the Sveconorwegian Orogeny, a region characterised by extensive north-northwest- and north-easterly-orientated structural corridors developed within high-grade gneiss, reactivated shear zones, and widespread hydrothermal alteration. It is host to several historic copper occurrences and drilling intersections across an underexplored IOCG-style geological setting.

A review and resampling of drill core from historic holes stored at the Swedish Geological Survey archive has been completed. A total of 29 chipped core samples representing 39.30m of drill core, together with QAQC duplicate samples, were collected. In addition, a further 10 samples representing 9.1m of unsampled sulphide mineralisation are adjacent to previously sampled sections.

The final data allowed for a grade comparison of eight intervals. Results demonstrated strong correlation with historical assays, providing additional confidence in the existing exploration database and confirming the presence of broad zones of copper mineralisation.[2]

Geological interpretation indicates mineralisation may be associated with regionally extensive structural corridors and stratigraphic horizons that potentially extend across multiple historic workings within the project area.

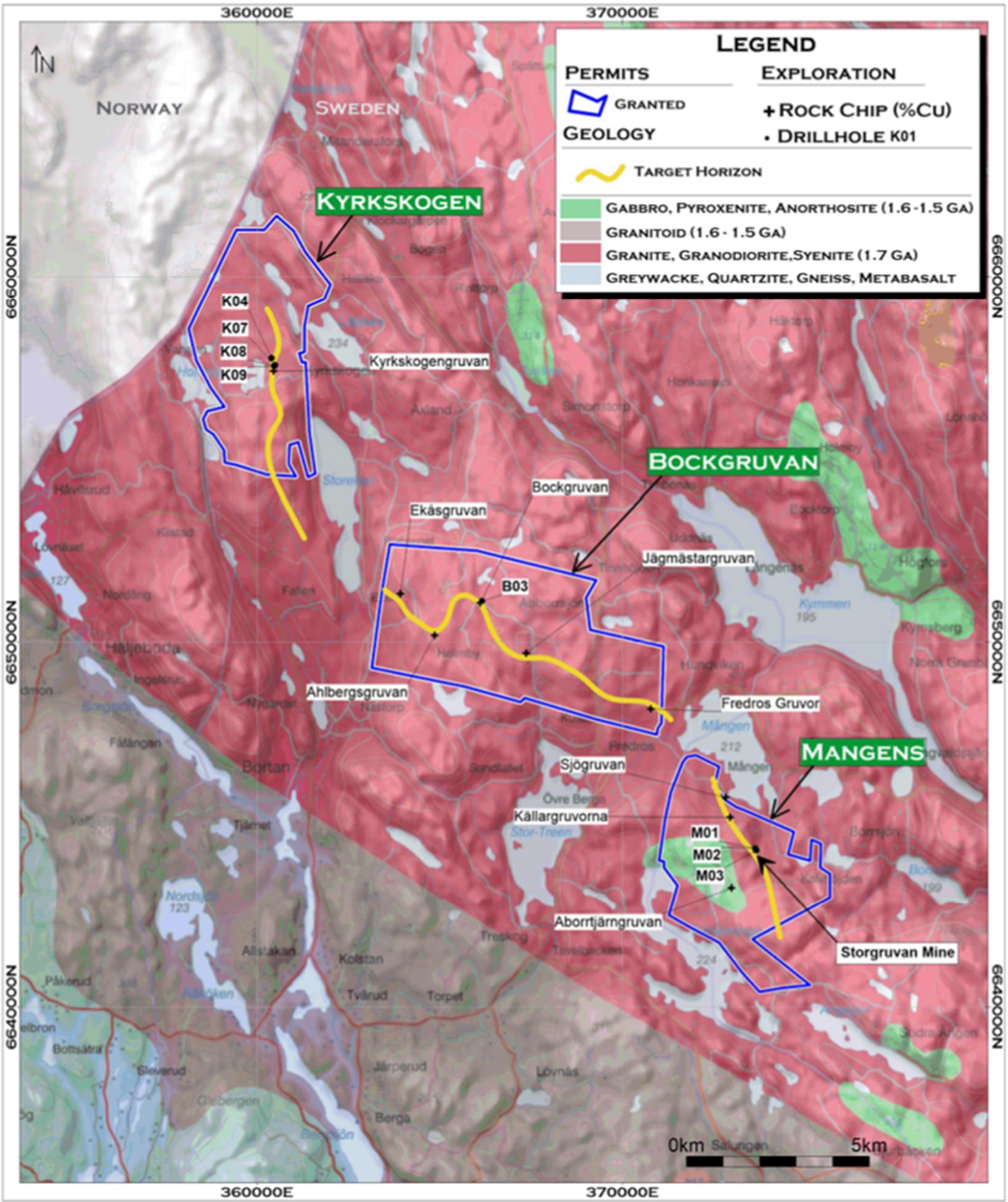


Figure 4: Torsby West Project

Klinten Project

The Klinten 100 Exploration Licence covers 1,216 ha and is located approximately 20km west of the town of Arjäng in the Dalsland-Varmland Region of Sweden, and approximately 15km southwest of Turnstone's Glava Project. Klinten is considered prospective due to small-scale historical artisanal mining, with documented occurrences of chalcocite, chalcopyrite, and bornite mineralisation. The region also hosts the past producing Harnas gold mine, Solvik gold project and Hennes Bay copper – silver project.

[2] For full details refer to ASX announcement *Update Strengthens Cu-Au Targets, Glava & Torsby West* dated 24 June 2026.

Maiden reconnaissance work carried out by Turnstone has returned highly encouraging rock chip samples which support the potential for a copper-gold system. Ten initial rock chip assays returned two high grade assays of 8.1g/t Au and 8.4g/t Au.[3]

Magnetic Surveys across Portfolio

Post year-end high resolution drone magnetic surveys have been completed across all three project areas. Every project in the Swedish portfolio now has modern high-resolution geophysical coverage for the first time, building the dataset needed to test the Company's principal geological models ahead of any drilling decision.

Germany

The Ohmgebirge Potash Project in Germany retains significant latent value, underpinned by perpetual mining licence tenure and approximately $30 million of investment related to completed milestones including the 2024 Pre-Feasibility Study, Spatial Planning Assessment and Baseline Environmental Study.

Turnstone continues to recognise the long-term value of the Ohmgebirge Potash Project and will advance it when market conditions support, while directing near-term capital towards higher velocity critical minerals opportunities in Sweden.

In July 2026, the Company agreed with Deusa International GmbH (**Deusa**) to extend the exclusivity date for completion of negotiations and execution of binding documents for the future purchase of the neighbouring Sollstedt mine property to 31 December 2027.

[3] For full details refer to ASX announcement *Rock Chip Results Confirm Klinten Gold - Copper Potential* dated 21 April 2026.

Company summary

Change of company name
At a General Meeting held on 16 March 2026, shareholders approved the change of company name from South Harz Potash Ltd to Turnstone Resources Ltd by an overwhelming majority (99.6% in favour on a poll). The name change became effective on 16 March 2026 upon registration by ASIC, and the ASX ticker changed from SHP to TSR.

The rebrand reflects the Company's evolution from a single-asset potash developer to a diversified, multi-asset critical minerals explorer with a growing portfolio of copper-gold projects in Sweden alongside its German potash assets.

Board changes
On 13 January 2026, Dr Reinout Koopmans resigned from his position as Non-Executive Director.

On the same date, Mr Christian Barbier was appointed as a Non-Executive Director. Mr Barbier has more than 30 years' experience with global resources and industrial companies, holding senior executive roles and board positions across Europe, Australia and Asia. He specialises in critical and industrial mineral supply chains, with expertise in strategy, technical marketing, partnerships and business transformation.

Mr Barbier's core expertise is in critical and industrial mineral supply chains covering strategy, technical marketing and business turnarounds with focus on growth and restructuring situations. His appointment, alongside Richard Pearce's appointment as a Director in June 2025, further aligns the capability of the Board with the Company's new critical minerals strategy.

Subsequent to the end of the financial year, on 3 August 2026, the Richard Pearce was appointed Non-Executive Chair, with Len Jubber taking on the role as Chief Executive Officer and Managing Director. On 31 August 2026, the Company advised that Len Jubber will step down from the Board and his roles as Managing Director and Chief Executive Officer, with effect from 22 September 2026. Mr Jubber will transition to the role of Board Advisor, Potash Strategy from 1 November 2026.

From 22 September 2026, the current three Directors of the Company will perform the executive duties of the Company whilst a search for a new Chief Executive Officer is conducted. All Directors will remain Non-Executive, with no Executive title being designated.

Directors' fees
Non-Executive Directors' fees remained in line with prior settings. Further detail on remuneration are provided in the audited Remuneration Report for the financial year.

Consolidation of Securities
On 20 August 2025 the Board implemented a 1-for-15 share consolidation (**Consolidation**), which had received shareholder approval at the general meeting held on 15 August 2025. This resulted in the reduction of 1,790,348,569 issued shares, 59,674,229 unlisted options and 45,266,666 unlisted performance rights.

Capital raising activities

June to December 2025 capital raising activities
In June 2025, the Company announced an equity raising of up to $3,115,636 comprising a two-tranche placement (**Jun-25 Placement**) of $1,832,572, being 610,857,302 shares at an issue price of $0.003 per share on a pre-Consolidation basis (see above for details of the Consolidation which took place on 20 August 2025) and a 1-for-3 pro-rata non-renounceable entitlement offer to raise up to $1,283,062 at the same issue price (**Entitlement Offer**). New shares issued under the Jun-25 Placement or the Entitlement Offer included one free attaching

option for every two new shares, exercisable at $0.006 (on a pre-Consolidation basis) and expiring two years from issue.

Tranche 1 of the Jun-25 Placement raised $541,000 in gross new equity from shares that were issued on 27 June 2025. Tranche 2 of the Jun-25 Placement was subject to, and received shareholder approval at the Company's general meeting on 15 August 2025, and secured $1,291,572 in gross new equity. It was comprised of the following:

- $620,521 for 206,840,334 shares issued to service providers in lieu of cash, including a creditor offset arrangement with K-Utec (see details below) on 20 August 2025 (pre-Consolidation basis),
- $69,000 for 23,000,000 shares and $12,000 for 4,000,000 shares respectively issued to Directors Len Jubber and Reinout Koopmans (or their director-related entities) on 20 August 2025 (pre-Consolidation basis),
- $213,000 for 71,000,000 shares issued to Director Rory Luff's director-related entity on 22 August 2025 (pre-Consolidation basis),
- $325,001 for a total of 108,333,632 shares issued to other investors on the dates of 20 August and 22 August 2025 (pre-Consolidation basis), and
- $52,050 for 1,156,667 shares issued to other investors 14 November 2025 (post-Consolidation basis)

The Jun-25 Placement resulted in the following issue of attaching options during the financial year following shareholder approval at the Company's general meeting on 15 August 2025:

- 296,753,654 options issued to investors (including 49,000,000 options to Directors or their director-related entities, comprised of 11,500,000 options to Len Jubber, 2,000,000 options to Reinout Koopmans and 35,500,000 options to Rory Luff) on a pre-Consolidation basis,
- 15,000,000 options issued to a third party in lieu of capital raising back-office services on a pre-Consolidation basis, and
- 578,333 options issued to investors on a post-Consolidation basis,

In July 2025, the Company announced the results of the Entitlement Offer. Of the 427,688,078 shares offered, 188,661,286 new shares (pre-Consolidation basis) were issued to eligible shareholders (including applications for additional shares) on 31 July 2025 representing gross new equity of $565,984. This comprised the following:

- $107,363 for 35,787,782 shares and 17,893,892 attaching options issued to Directors Len Jubber, Rory Luff and Reinout Koopmans (or their director-related entities) and
- $458,621 for 152,873,504 shares and 76,436,800 attaching options issued to other investors.

The completion of the Entitlement Offer left a shortfall of 239,026,792 shares (**Entitlement Offer Shortfall)**, following which the Company undertook efforts to place these shares, which resulted in the following:

- $100,000 for 33,333,334 shares and 16,666,668 attaching options issued to investors on 20 August 2025 (pre-Consolidation basis)
- $10,000 for 222,222 shares and 111,111 attaching options issued to investors on 22 October 2025 (post-Consolidation basis), and
- $50,000 for 1,111,111 shares and 555,556 attaching options, and $20,000 for 444,444 shares and 222,222 attaching options, respectively issued to director-related entities of Directors Len Jubber and Richard Pearce on 1 December 2025 (post-Consolidation basis) following shareholder approval at the Company's Annual General Meeting.

All Entitlement Offer Shortfall shares were issued on the same terms as the Entitlement Offer (on a pre-Consolidation basis: share issue price of $0.003 with attaching options on a 1-for-2 basis with exercise price of $0.006 and two-year expiry from issue).

March to May 2026 capital raising activities

In March 2026, the Company announced an equity raising by way of a two-tranche placement at $0.03 per share (post-Consolidation basis) (**Mar-26 Placement**).

Tranche 1 of the Placement raised gross new equity of $940,000 for the issue of 31,333,334 shares on 16 March 2026.

Tranche 2 of the Placement was subject to shareholder approval, which was received at the Company's general meeting which on 17 April 2026 and raised gross new equity of $185,000 with shares issued on 5 May 2026 comprising the following:

- $25,000 for 833,333 shares issued to a director-related entity of Director Christian Barbier,
- $50,000 for 1,666,667 shares issued to a director-related entity of Director Len Jubber, and
- $110,000 for 3,666,667 shares issued to other investors.

Annual General Meeting

The Company's AGM was held on 26 November 2025 in the Perth offices of its auditors, BDO. All resolutions put to shareholders were passed on a poll, by the requisite majorities. Full details pertaining to the AGM results were released in the ASX announcement dated 26 November 2025, *Results of Meeting*.

Issue of Options

In addition to the attaching options issued pursuant to the Jun-25 Placement, the Entitlement Offer and the Entitlement Shortfall Offer described above, 458,000 options were issued to a director-related entity of Christian Barbier on 13 January 2026 pursuant to his appointment as a Non-Executive Director of the Company.

Expiry of Options

The following options and performance rights expired without exercise during the financial year:

- 307,107 options expired on 27 May 2026, and
- 224,444 options expired on 23 November 2025.

Cancellation of Performance Rights

350,000 performance rights held by Director Len Jubber's director-related entity were cancelled on 5 November 2025 as a result of vesting conditions not being achieved.

Exercise of Performance Rights

533,334 performance rights were exercised and converted to ordinary shares on 30 January 2026 by Directors Rory Luff (though his director-related entity) and Reinout Koopmans.

Unmarketable Parcel Sale Facility

During the financial year, the Company undertook an unmarketable parcel sale facility (**Facility**) which it announced on 23 March 2026, whereby any shareholding valued at less than A$500 is considered to be an unmarketable parcel (**Unmarketable Parcel**). The Company provided the Facility to the holders of Unmarketable Parcels to enable them to sell their shares without incurring any brokerage or handling costs that could otherwise render the sale of their shares uneconomic or difficult.

As at market close on 20 March 2026 (**Record Date**), the closing price of the Company's shares on ASX was $0.023 and on that basis, an Unmarketable Parcel was less than 21,739 shares. The sale price of the Unmarketable Parcel was based on the volume-weighted average price (**VWAP**) of the 10 trading days prior to the Record Date, being $0.0275 per share.

On 7 May 2026, the Company announced the successful completion of the Facility. The final number of shares sold under the Facility was 4,116,757 ordinary shares for a total consideration of $113,212. The Facility comprised 1,314 shareholders, which represented approximately 83.16% of the eligible shareholders.

Exploration in Sweden

Glava 100 Option

On 28 November 2025, Turnstone entered into an option heads of agreement (**Option Agreement**) with McKnight to secure an exclusive option over the Glava 100 copper–gold licence area (**Glava 100 Option**), located in Värmland Province in south-western Sweden, and to support new licence applications in the region.

Following the execution of the Option Agreement, TSR funded defined exploration activities undertaken by McKnight, including ground magnetics, surface sampling, GIS database establishment, and technical reporting over the period from November 2025 to April 2026.

On 1 June 2026 Turnstone exercised its option with McKnight to acquire the Glava 100 licence, as a result of which the Company will acquire the Glava 100 licence for $150,000, payable in TSR ordinary shares at an issue price of A$0.0352 per share, which is equal to the 20-day VWAP immediately prior to 1 June 2026, being the date the option was formally exercised (equivalent to 4,261,363 ordinary shares). Shareholder approval was obtained at the general meeting held oon 14 September 2026 to issue these shares.

Completion of the option exercise and transfer to Turnstone of clean title to the Glava 100 licence is subject to gaining regulatory approvals from The Inspection for Strategic Products (Inspektionen för Strategiska Produkter) (**ISP**) in relation to foreign direct investment into Sweden and The Mining Inspectorate of Sweden (Bergsstaten) (**MI**) in relation to the transfer of ownership of mining and exploration licences. The ISP application was approved on 8 July 2026. The MI application for approval process is currently being progressed.

A 1.5% net smelter royalty deed in respect of the Glava 100 licence in favour of McKnight is to be negotiated and executed within 30 business days of completion of the transfer of the Glava 100 licence to TSR, on terms consistent with industry practice.

Additional new licences

In December 2025, McKnight submitted applications for the following exploration licences:

- Glava 200 and Glava 300 exploration licences, covering 1,825 hectares. These applications were submitted to secure tenure adjacent to either side of the Glava 100 (429 hectares) exploration licence area and together form the Glava Project area.
- An application was also submitted for the nearby Klinten 100 licence area covering 1,216 hectares, being the Klinten Project area.
- Three exploration licence applications making up the Torsby West Project, being the Mangens 100, Bockgruvan 100 and Kyrkskogen 100 licences. Torsby West is located approximately 40km north of the Glava region, with the three applications covering 6,300ha collectively across 25km corridor of structurally controlled copper-gold-cobalt mineralisation, providing Turnstone with a second, district-scale opportunity in a highly prospective, underexplored Iron Oxide Copper Gold (IOCG) terrain.

These six new licence applications were progressively granted to McKnight over January to March 2026.

Transfer of new licences to Turnstone

Under the terms of the Option Agreement, McKnight holds these new six new licences in trust for Turnstone and will transfer them to Turnstone subject to Swedish regulatory approvals. The application to the ISP was approved on 8 July 2026. The application to the MI for approval process is currently being progressed concurrently with the applications for the Glava 100 licence.

Upon receipt of approvals and once the licences have been successfully transferred from McKnight to Turnstone, Turnstone will pay fees to McKnight for the transfer of the new licences as follows:

- Glava 200 and Glava 300 licences – no fees payable.
- Klinten 100 licence - $25,000, payable in Turnstone ordinary shares at an issue price equal to the 20-day

VWAP immediately prior to the date of transfer of the licence to Turnstone.

- Kyrkskogen 100, Mangens 100 and Bockgruvan 100 licences - $50,000, payable in Turnstone ordinary shares at an issue price equal to the 20-day VWAP immediately prior to the date on which all three licences have been transferred to Turnstone.

Shareholder approval for issue of Turnstone shares to McKnight

At the general meeting held on 14 September 2026, the shareholders of Turnstone approved the issue of ordinary shares to McKnight as consideration for the transfer of Swedish licence areas as set out above.

New Swedish subsidiary

On 21 July 2026, Turnstone acquired a new shelf company subsidiary in Sweden called Goldcup 101759 AB, which was later renamed on 27 August 2026 to "Turnstone Sweden AB" (**TSAB**). TSAB is the nominated entity that will be transferred the seven Swedish licences from McKnight once the MI approvals are received.

Creditor Balances

During the financial year, the Company agreed with two creditors of its wholly-owned German subsidiary, Südharz Kali GmbH (**SHK**) new terms for the repayment of outstanding invoices related to engineering services provided to SHK for the Ohmgebirge Pre-Feasibility Study by K-Utec AG Salt Technologies (**K-Utec**) and ERCOSPLAN Ingenieurgesellschaft Geotechnik und Bergbau GmbH (**Ercosplan**).

The Company and K-Utec signed binding agreements to defer the repayment of invoices owing, totalling €309,861 ($555,426) as at 30 June 2025, until 31 December 2026 on the basis that the Company continues to pay interest monthly at a rate of 5% per annum on the balance owed. Subsequent to this agreement, the parties then agreed in June 2025 that K-Utec would subscribe for 152,327,000 new shares with 76,163,500 Rights Issue Options in the Company as part of Tranche 2 of its Jun-25 Placement. The amount of $456,981 owing by K-Utec on this subscription was partially offset against the outstanding balance of €309,861 owed to K-Utec by the Company, with the residual balance of €49,480 to be paid in cash by the Company following issue of the shares. On 20 August 2025 these shares were issued to K-Utec and the Company made the cash payment of €49,480 to K-Utec on 27 August 2025 in full settlement of the debt owing to K-Utec.

The Company and Ercosplan executed binding terms on 26 June 2025 to defer the repayment of invoices owing, totalling €474,911 ($783,941 as at 30 June 2026), until 31 December 2026 on the basis that the Company continues to pay interest monthly at a rate of 5% per annum on the balance owed, and the grant by the Company of a first ranking security over its interest in the Ebeleben mining lease in Thüringen, Germany, as security for the amount owed. The grant of the security interest was signed and notarised on 16 July 2025.

Cash and liquidity

As at 30 June 2026, cash on hand was $454,924 (2025: $546,735). Subsequent to year end, the Company announced a two-tranche placement on 4 September 2026 to raise up to $1,100,000; further details are included under "Matters subsequent to the end of the financial year" in the Directors' Report. Potential further funds may also be received from the German research and development tax rebate, subject to completion of the German tax authority's review, including its assessment of the nature of the expenses claimed. Accordingly, the timing and amount of any refund remain uncertain.

ESG

Stakeholder engagement in Thüringen, Germany remained active and constructive, with a continued focus on transparent communication and responsible development with a low surface-footprint brownfield configuration.

Key risks

There are a range of potential economic, funding, engineering, development, operational, environmental, regulatory, social and other risks to the Company and its projects and opportunities. The future performance of the Company and the value of its securities may be influenced by a range of factors, many of which are largely beyond the control of the Company and the Directors.

The key risks associated with the Company's business, the industry in which it operates and general risks applicable to all investments in listed securities and financial markets generally are set out in the Company's ASX announcement dated 30 June 2025, *Entitlement Issue Prospectus* (**Prospectus**).

The risks factors set out in the Prospectus, or other risk factors not specifically referred to, may have a materially adverse impact on the performance of the Company and the value of its securities, and is not intended to provide an exhaustive list of the risk factors to which the Company is exposed.

Resources and interests

Mineral Resource update and maiden Ore Reserve[4]

As part of the Pre-Feasibility Study process, an updated Mineral Resource estimate was prepared for the Ohmgebirge deposit.

Ohmgebirge Mineral Resource estimate (March 2024) (5% K_2O cut-off)

Seam	Category	Bulk Density (t/m^3)	Geol Loss (%)	Tonnage (Mt)	K_2O (%)	K_2O (Mt)	KCl (%)	Mg (%)	Na (%)	SO_4 (%)
Sylvinite	Inferred	2.22	15	**28**	**12.52**	**3**	**19.64**	0.44	25.23	10.17
	Indicated	2.21	15	**258**	**13.18**	**34**	**20.57**	0.80	24.18	11.03
Sylvinite	**Ind + Inf**	**2.21**	**15**	**286**		**37**				
Carnallite	Inferred	1.89	15	**91**	**9.60**	**9**	**15.07**	-	-	-

Completion of the PFS has also enabled declaration of an initial Ore Reserve estimate for Ohmgebirge of 83.1 Mt at 12.6% K2O for 10.5 Mt K2O (all sylvinite). The Ore Reserve comprises 92% of the PFS mine schedule, demonstrating the substantial derisking achieved via the PFS process.

Maiden Ohmgebirge Ore Reserve estimate (March 2024)

Seam	Category	Bulk Density (t/m^3)	Tonnage (Mt)	K_2O (%)	K_2O (Mt)	KCl (%)	Mg (%)	Na (%)	SO_4 (%)
Sylvinite	Probable	2.21	**83.1**	**12.62**	**10.5**	**19.65**	0.87	23.22	11.07

Summary of tenement holdings as at 30 June 2026 - Germany

Tenement Name/Number	Location	Licence	Area (ha)	Expiry Date	Beneficial Holding
Mühlhausen-Nohra	Thüringen, Germany	Mining	14,164	Perpetual	100%
Ebeleben[5]	Thüringen, Germany	Mining	3,708	Perpetual	100%
Ohmgebirge	Thüringen, Germany	Mining	2,484	Perpetual	100%

In January 2026, the Küllstedt and Gräfentonna exploration licences located in Thüringen, Germany, expired. The licences were originally issued in January 2015, and each have been renewed on two previous occasions. An application for a further renewal was declined by the relevant authority. The Company exercised its right of appeal in relation to the Küllstedt licence, however the appeal was rejected.

[4] For full Mineral Resource and Ore Reserve details related to the Ohmgebirge Potash Project, Ohmgebirge PFS and Sollstedt acquisition key terms refer to ASX announcement *Landmark Sollstedt Mine Purchase, Ohmgebirge Pre-Feasibility Study and Maiden Ore Reserve* dated 22 May 2024, and *Landmark Resource Upgrade at Ohmgebirge* dated 12 July 2022. Turnstone is not aware of any new information or data that materially affects the information included in these releases and confirms that all material assumptions and technical parameters underpinning the estimates in these announcement continue to apply and have not materially changed.

[5] In July 2025, binding agreements were signed for the grant of a first ranking security by the Company over the Ebeleben mining lease to Ercosplan as security for €474,911 of invoices owing to them, as part an agreement between the parties to defer the repayment date to 31 December 2026. For full details refer to ASX announcement *June 2025 Quarterly Activities Report* dated 31 July 2025.

Summary of tenement holdings as at 30 June 2026 – Sweden

Tenement Name/Number [6]	Project	Location	Licence	Area (ha)	Expiry Date	Beneficial Holding
Glava 100	Glava	Varmland, Sweden	Exploration	430	Sep 2027	100% [7]
Glava 200	Glava	Varmland, Sweden	Exploration	629	Jan 2029	100%
Glava 300	Glava	Varmland, Sweden	Exploration	1,196	Feb 2029	100%
Klinten 100	Klinten	Varmland, Sweden	Exploration	1,216	Jan 2029	100%
Mangens 100	Torsby West	Varmland, Sweden	Exploration	1,595	Jan 2029	100%
Bockgruvan 100	Torsby West	Varmland, Sweden	Exploration	2,608	Feb 2029	100%
Kyrkskogen 100	Torsby West	Varmland, Sweden	Exploration	2,097	Feb 2029	100%

6 All Swedish licences listed in this table are held by McKnight Resources AB on trust for Turnstone. Legal ownership to be transferred to Turnstone subject to Swedish regulatory approvals, and subsequent issue of TSR ordinary shares to McKnight Resources AB as outlined further in the Director's report.
7 The option to acquire the Glava 100 licence was exercised by Turnstone on 1 June 2026.

Corporate governance statement

The Company has in place Corporate Governance procedures and policies in line with the latest ASX Corporate Governance Principles and Recommendations – 4th Edition. All members of the Board believe strongly in the importance of good corporate governance to assist in achieving objectives and in accountability to stakeholders. The Board meets every two months and has the following sub committees which meet as necessary: Nomination & Remuneration, Audit & Risk and Technical. The Company has developed a board skills matrix, which is reviewed by the Board at an appropriate frequency, to help assess its key competencies and any skills gaps that may exist. The Chair also undertakes annual assessments of individual Board members to evaluate overall Board performance. The Company also maintains a Risk Register which is reviewed regularly by the Audit Committee and is an interactive tool to recognise, mitigate and manage key risks.

Directors' report

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the "consolidated entity") consisting of Turnstone Resources Ltd (referred to hereafter as the "Company" or "parent entity") and the entities it controlled for the year ended 30 June 2026.

DIRECTORS

The names of Directors who held office during or since the end of the year:

Name	Title
Richard Pearce	Independent Non-Executive Chair
Rory Luff	Non-Independent Non-Executive Director
Leonard Jubber	Managing Director and CEO (resigned with effect from 22 September 2026)
Christian Barbier	Independent Non-Executive Director (appointed 13 January 2026)
Dr Reinout Koopmans	Independent Non-Executive Director (resigned 13 January 2026)

COMPANY SECRETARY
Graeme Smith Bec, MBA, MComLaw, FCPA, FCG (CS, CGP), FGIA

PRINCIPAL ACTIVITIES
The principal activities of the Group during the year were mineral exploration and evaluation.

DIVIDENDS
There were no dividends declared or paid during the current or previous financial year.

REVIEW OF ACTIVITIES
Beyond the details provided in the review of activities report, the total comprehensive loss for the financial year amounted to $2,648,063 (2025: $3,065,400).

Costs for exploration and development expenditure totalled $645,959 in the financial year (2025: $336,106) as a result of mining exploration activities undertaken in Sweden in relation to potential copper-gold-silver deposits.

Corporate and administration costs decreased following the closure of the UK based corporate office and adoption of a low cost, project optimisation period by the Company.

The closing cash position as at 30 June 2026 was $454,924 (2025: $546,735).

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

During the year, the Company has transitioned from a single asset entity, focused on the South Harz Potash Project in Germany, to a diversified critical minerals explorer with a copper-gold portfolio in central Sweden. This was followed by a change in name to Turnstone Resources Ltd (ASX:TSR), reflecting its new strategy of building a diversified critical minerals portfolio of strategic and economic importance.

Having announced its intention to move into the critical minerals arena in mid-2025, Turnstone commenced building a significant copper-gold footprint comprising seven exploration licences covering ~100km^2, located within the emerging Värmland district in central Sweden which is located in the proven Sveconorwegian metallogenic belt known to host high-grade epithermal and IOCG copper-gold-silver mineralisation.

Apart from the above there were no significant changes during the financial year ended 30 June 2026.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

Board changes
On 3 August 2026, the Company advised that Richard Pearce was appointed Non-Executive Chair, and that Len Jubber would take on the role as Chief Executive Officer and Managing Director.

On 31 August 2026, the Company advised that Len Jubber will step down from the Board and his roles as Managing Director and Chief Executive Officer, with effect from 22 September 2026. Mr Jubber will transition to the role of Board Advisor, Potash Strategy from 1 November 2026.

From 22 September 2026, the current three Directors of the Company will perform the executive duties of the Company whilst a search for a new Chief Executive Officer is conducted. All Directors will remain Non-Executive, with no Executive title being designated.

Capital raising activities
On 4 September 2026, the Company announced that it had received firm commitments to raise $1,100,000 of gross new equity (before costs) by way of a two-tranche placement of shares at an issue price of $0.02 per share (**Sep-26 Placement**).

The Tranche 1 placement raised $835,000 of gross new equity for the issue of 41,750,000 shares and was completed on 10 September 2026.

The Tranche 2 placement is in respect of commitments of $265,000 for 13,250,000 share and is subject to shareholder approval at a general meeting of shareholders expected to be held on 13 October 2026.

The Tranche 2 placement includes commitments by Directors for gross equity of $160,000 for the issue of 8,000,000 shares as follows:

- $20,000 for 1,000,000 shares to Richard Pearce (or his director related entities),
- $30,000 for 1,500,000 shares to Len Jubber (or his director related entities), and
- $110,000 for 5,500,000 shares to Rory Luff (or his director related entities).

Expiry of options after reporting date
The following options expired after the end of the financial year:

- 12,805 options expired on 5 August 2026, and
- 1,706,823 options expired on 10 August 2026.

Sweden activities

Glava 100 Option and exercise

The Company is party to an option heads of agreement with McKnight Resources AB (**McKnight**) dated 28 November 2025 (Option Agreement). The Option Agreement gives the Company an exclusive option over the Glava 100 copper–gold licence area (**Glava 100 Option**), located in Värmland Province in south-western Sweden.

On 1 June 2026 Turnstone exercised its option with McKnight to acquire the Glava 100 licence, as a result of which the Company will acquire the Glava 100 licence for $150,000, payable in TSR ordinary shares at an issue price of A$0.0352 per share, which is equal to the 20-day VWAP immediately prior to 1 June 2026, being the date the option was formally exercised (equivalent to 4,261,363 ordinary shares).

Completion of the option exercise and transfer to Turnstone of clean title to the Glava 100 licence is subject to gaining regulatory approvals from The Inspection for Strategic Products (Inspektionen för Strategiska Produkter) (**ISP**) in relation to foreign direct investment into Sweden and The Mining Inspectorate of Sweden (Bergsstaten) (**MI**) in relation to the transfer of ownership of mining and exploration licences. The ISP application was approved on 8 July 2026. The MI application for approval process is currently being progressed.

New licences to be transferred to Turnstone

Under the terms of the Option Agreement, McKnight has applied for, was granted, and holds these six new licences on trust for Turnstone and will transfer them to Turnstone subject to Swedish regulatory approvals. The application to the ISP was approved on 8 July 2026. The MI application for approval process is currently being progressed concurrently with the applications for the Glava 100 licence.

Upon receipt of approvals and once the licences have been successfully transferred from McKnight to Turnstone, Turnstone will pay fees to McKnight for the transfer of the new licences as follows:

- Glava 200 and Glava 300 licences – no fees payable.
- Klinten 100 licences - $25,000, payable in Turnstone ordinary shares at an issue price equal to the 20-day VWAP immediately prior to the date of transfer of the licence to Turnstone.
- Kyrkskogen 100, Mangens 100 and Bockgruvan 100 licences - $50,000, payable in Turnstone ordinary shares at an issue price equal to the 20-day VWAP immediately prior to the date on which all three licences have been transferred to Turnstone.

Shareholder approval for issue of Turnstone shares to McKnight

At the general meeting held on 14 September 2026, the shareholders of Turnstone approved the issue of ordinary shares to McKnight as consideration for the transfer of Swedish licence areas as set out above.

New Swedish subsidiary

On 21 July 2026, Turnstone acquired a new shelf company subsidiary in Sweden called Goldcup 101759 AB, which was later renamed on 27 August 2026 to "Turnstone Sweden AB" (**TSAB**). TSAB is the nominated entity that will be transferred the seven Swedish licences from McKnight once the MI approvals are received.

Creditor Balances

Trade payables balances owing to a creditor of the Company's wholly-owned German subsidiary, Südharz Kali GmbH (**SHK**) totalling €474,911 ($783,941 as at 30 June 2026). The outstanding balance relates to engineering services provided to SHK for the Ohmgebirge Pre-Feasibility Study by K ERCOSPLAN Ingenieurgesellschaft Geotechnik und Bergbau GmbH (**Ercosplan**). SHK is paying interest to Ercosplan at 5% per annum on the amount owed, payable monthly until the debts have been repaid.

On 26 June 2025, the company and Ercosplan executed binding terms during the financial year to defer the repayment of the balance owing until 31 December 2026 on the basis that the Company continues to pay interest monthly at a rate of 5% per annum on the balance owed, and the grant by the Company of a first ranking security over its interest in the Ebeleben mining lease in Thüringen, Germany, as security for the amount owed. The grant of the security interest was signed and notarised on 16 July 2025. Subsequent to the end of the financial year, the Company and Ercosplan commenced discussions to further extend the repayment date beyond 31 December 2026..

Director Loan

On 21 August 2026, the Company (as borrower) executed an unsecured loan facility agreement with Director Len Jubber. The amount of the loan facility was $50,000, repayable on 20 September 2026 (or in the event funds are received from a capital raise, in addition to other customary repayment terms) and attracted an interest rate of 5% per annum on drawn funds. On 24 August 2026, the Company drew down the full amount of the facility of $50,000. Following the receipt of monies from Tranche 1 of the Sep-26 Placement, the Company subsequently repaid this loan on 11 September 2026 (plus interest of $123) which also terminated the loan facility.

TARGETED DEVELOPMENTS AND EXPECTED RESULTS OF OPERATIONS
In the coming financial year ended 30 June 2027, the Company intends to source, assess and pursue potential new critical minerals opportunities, in addition to progressing pre-drilling exploration activities on its exploration portfolio in Sweden.

ENVIRONMENTAL REGULATION
There have been no breaches of environmental regulations.

PROCEEDINGS ON BEHALF OF A COMPANY
No proceedings have been brought or intervened in on behalf of the Company with leave of the Court under section 237 of the *Corporations Act 2001*.

ROUNDING OF AMOUNTS
The Company is of a kind referred to in Corporations Instrument 2026/183, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

INDEMNITY AND INSURANCE OF OFFICERS AND AUDITOR
The Company has indemnified the Directors and executives of the Company for costs incurred in their capacity as a Director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the Company paid a premium in respect of a contract to ensure the Directors and executives of the Company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the Company or any related entity.

DIRECTORS' QUALIFICATIONS AND EXPERIENCE
The Directors' qualifications and experience are set out below.

Current Directors

Director	Details
Richard Pearce	**B.Sc(Hons), MBA, FGIA, MAICD**
Position	Independent Non-Executive Chair
Appointment Date	20 June 2025
Biography	Mr. Pearce is an experienced professional in the global mining and mining technology industries, the private investment sector and in the agricultural sector. He started his career at Rio Tinto and experience in the mining industry spans the full value chain, including board directorships, exploration, operational management and improvement, mining finance, M&A and business strategy.

	Mr. Pearce has worked in multiple commodities and geographies, including iron ore, coal, uranium, mineral sands, gold, and copper across Europe, the Middle East, North and South America, South-East Asia, New Zealand, and Australia
Committee Memberships	Member of Nomination and Remuneration Committee Member of Audit and Risk Committee
Other Australian listed entity directorships	Atha Energy Corp (TSX), Powerhaus Uranium Limited, 49 Metals Limited
Leonard (Len) Jubber	**B.Eng (Civil), MBA**
Position	Managing Director and Chief Executive Officer
Appointment Date	1 March 2021
Resignation Date	Notice given of effective date of resignation of 22 September 2026
Biography	Len Jubber was Chief Executive Officer for Kalium Lakes Limited (ASX: KLL) for 16 months, prior to which he was the Managing Director & Chief Executive Officer of Bannerman Resources Ltd (ASX: BMN) for eight years. Previous executive leadership roles include Managing Director/Chief Executive of zinc and lead producer Perilya Ltd (ASX listed at the time), and Chief Operating Officer of Oceana Gold Ltd. He started his career with Rio Tinto in Namibia. In a mining career spanning more than 35 years, he brings a wealth of technical, commercial and corporate experience.
Committee Memberships	Chair of Technical Committee Member of Nomination and Remuneration Committee Member of Audit and Risk Committee
Other Australian listed entity directorships	None
Rory Luff	**B.Com**
Position	Non-Independent Non-Executive Director
Appointment Date	3 June 2016
Biography	Rory Luff is a co-Founder of Turnstone Resources Ltd. He is the founder of BW Equities, a specialist Melbourne equities advisory firm and has over 15 years' experience in the financial services industry. Rory has spent most of his career in the financial markets advising resources companies on capital raisings and financial markets strategy.
Committee Memberships	Chair of Nomination and Remuneration Committee Member of Audit and Risk Committee
Other Australian listed entity directorships	None
Christian Barbier	**GAICD, M.Sc Mgt**
Position	Independent Non-Executive Director
Appointment Date	13 January 2026
Biography	Christian Barbier has more than 30 years' experience with global resources and industrial companies, holding senior executive roles and board positions across Europe, Australia and Asia. He specialises in critical and industrial mineral supply chains, with expertise in strategy, technical marketing, partnerships and business transformation. Christian was previously Chief Sales & Marketing Officer at Allkem Limited (now part of Rio Tinto), where he played a key role in building the company into a top-five global lithium producer, and earlier held senior roles at Iluka Resources.
Committee Memberships	Chair of Audit and Risk Committee Member of Nomination and Remuneration Committee

Other Australian listed entity directorships	None
Dr Reinout Koopmans	**B.Ec, PhD, M.Sc(Ec)**
Position	Independent Non-Executive Director
Appointment Date	8 January 2019
Resignation Date	13 January 2026
Biography	Dr Koopmans spent 15 years in investment banking, based in London. He was responsible globally for public equity raising for natural resource companies at Deutsche Bank and he led the European equity capital markets team at Jefferies International. In the 1990's, Reinout was a management consultant with McKinsey & Co in Germany and South-East Asia. He has significant business experience in Germany. Reinout has a PhD and Masters degree from the London School of Economics, and a degree from Erasmus University, Rotterdam.
Committee Memberships	Chair of Audit and Risk Committee Member of Nomination and Remuneration Committee
Other Australian listed entity directorships	None

COMPANY SECRETARY

Graeme Smith	**B.Ec, MBA, MComLaw, FCPA, FCG (CS, CGP), FGIA**
Position	Company Secretary
Appointment Date	1 January 2022
Biography	Graeme Smith is a corporate governance and finance professional with over 30 years' experience in accounting and company administration. He is a Fellow of the Australian Society of Certified Practicing Accountants, the Chartered Governance Institute and the Governance Institute of Australia. He is the principal of Wembley Corporate which provides Company Secretarial, CFO, and Corporate Governance services to public and private companies.

MEETINGS OF DIRECTORS

The number of meetings held during the year and the number of meetings attended by each Director was as follows:

Director Name	Board	Audit & Risk Committee	Remuneration & Nomination Committee	Technical Committee
Richard Pearce	9/10	2/2	-	-
Len Jubber	10/10	2/2	-	-
Rory Luff	10/10	2/2	-	-
Christian Barbier[1]	6/6	1/1	-	-
Dr. Reinout Koopmans	4/4	1/1	-	-

All Directors were eligible to attend all Board Meetings held when they were in office.

SHARE OPTIONS

As at the date of this report the following share options which are all unlisted, were on issue:

Code	Expiry date	Exercise price per share[1]	No. of Options[1]
TSROPT19	30-Mar-27	$2.4090	158,799
TSROPT22	17-Oct-26	$1.8450	66,667

Code	Expiry date	Exercise price per share[1]	No. of Options[1]
TSROPT23	31-Oct-27	$0.8250	133,333
TSROPT24	31-Oct-27	$1.2300	133,333
TSROPT25	31-Oct-27	$1.6350	133,333
TSROPT26	31-Oct-27	$2.0400	133,333
TSROPT27	30-Sep-27	$1.8000	187,866
TSROPT28	10-Nov-27	$2.2500	308,201
TSROPT30	1-Jan-28	$0.9900	200,000
TSROPT31	1-Jan-28	$1.3200	200,000
TSROPT34	21-Aug-27	$0.9600	66,667
TSROPT35	31-Oct-28	$0.8400	1,887,668
TSROPT36	24-Nov-26	$1.2000	91,667
TSROPT37	19-Dec-26	$1.2000	550,010
TSROPT38	21-Dec-26	$1.2000	233,333
TSROPT39	19-Jun-29	$0.0900	333,333
TSROPT40	31-Jul-27	$0.0900	8,089,271
TSROPT41	20-Aug-27	$0.0900	20,783,573
TSROPT42	1-Dec-27	$0.0900	777,778
TSROPT43	13-Jan-30	$0.0580	458,000
Total			**34,926,165**

1. The above table presents the options on issue after the impact of the 15 for 1 consolidation that was implemented with effect from 20 August 2025, in which the number of options on issue in each category was reduced by a factor of 15 and the exercise price for each option category was increased by a factor of 15.

The options have no voting rights. Each option converts to one fully paid ordinary share.

PERFORMANCE RIGHTS

As at the date of this report the following performance rights, which are all unlisted, were on issue:

Code	Expiry date	Exercise price per share[1]	No. of Performance Rights[1]
TSRPR2	1-Jan-30	Nil	583,333
TSRPR3	1-Jan-29	Nil	350,000
TSRPR4	1-Jul-29	Nil	1,416,667
Total			**2,350,000**

1. The above table presents the performance rights on issue after the impact of the 15 for 1 consolidation that was implemented with effect from 20 August 2025, in which the number of performance rights on issue in each category was reduced by a factor of 15 and the exercise price for each option category was increased by a factor of 15.

The performance rights have no voting rights. Each performance right converts to one fully paid ordinary share.

SHARES ISSUED AS A RESULT OF THE EXERCISE OF OPTIONS OR PERFORMANCE RIGHTS

On 30 January 2026, 533,334 shares were issued as a result of the exercise of performance rights.

No other shares have been issued during the year, and up to the date of this report, as a result of the exercise of options or any other performance rights.

AUDITOR OF THE COMPANY

The auditor of the Company for the financial year was BDO Audit Pty Ltd. There were no non-audit services provided by the external auditors of the Parent or its related entities during the year ended 30 June 2026.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

REMUNERATION REPORT (Audited)

The remuneration report, which has been audited, outlines the Director and executive remuneration arrangements for the consolidated entity and the Company, in accordance with the requirements of the Corporations Act 2001 and its Regulations.

The Board aligns the compensation structure of the Company closely to the strategy of the Company, its shareholders' interests and existing market practice. It offers a structured short-term incentive plan and long-term retention plan for senior and key executive team members and allocates long-term incentive securities (options and performance rights) to non-executive Board members.

The short-term executive incentive plan consists of performance-related bonus payments, based on the achievement of pre-agreed targets directly derived from the Company's strategy, as communicated to the shareholders and the market in general. The long-term executive incentives plan consists of multiyear, high premium options or performance rights with vesting conditions and vesting periods.

These compensation packages are reassessed annually, based on packages offered by comparable companies in Australia and around the world. The compensation cycle follows the financial year.

Principles Used to Determine the Nature and Amount of Remuneration

Remuneration Philosophy

The performance of the Company depends upon the quality of its Directors and executive officers. To prosper, the Company must attract, motivate and retain highly skilled Directors and executive officers. The Directors' remuneration is comparable to similar sized companies in the junior mining industry with international assets.

Remuneration Committee Responsibilities

The Board's Remuneration Committee (the "Committee") assesses the appropriateness of the nature and amount of remuneration of Directors and senior executives on a periodic basis by reference to relevant employment market conditions, with the overall objective of ensuring maximum stakeholder benefit from the retention of a high-quality Board and executive team.

Incentive Plans

The Committee's objective is to:

a) review and make recommendations concerning short-term and long-term incentive and retention compensation plans, including the use of share options, performance rights, or and other equity-based plans. Except as otherwise delegated, the Committee will administer equity-based and employee benefit plans, and as such will discharge any responsibilities under those plans, including making and authorising issues of equity, in accordance with the terms of those plans;
b) ensure that incentive plans are designed around appropriate and realistic performance targets, either at an individual or company level, that measure relative performance and provide rewards when they are achieved; and
c) continually review and, if necessary, improve any existing benefit programs established for employees.

Ultimately the shareholders must approve any incentive plans proposed by the Company.

Authority and Resources

The Committee may seek input from individuals on remuneration policies, but no individual should be directly involved in deciding their own remuneration. The Committee may, when it considers it necessary or appropriate, obtain advice from external consultants or specialists in relation to remuneration related matters. In accordance with best practice corporate governance, the structure of non-executive Directors and executive remunerations are separate.

Group Performance

Measure	FY 2026	FY 2025	FY 2024	FY 2023	FY 2022
Closing price per share 30 June[1]	$0.020	$0.0375	$0.180	$0.480	$1.500
Loss before income tax expense	($2,536,754)	($3,123,920)	($9,151,019)	($8,656,551)	($11,859,581)
Loss per share[1]	($1.87)	($4.68)	($18.33)	($22.84)	($37.95)

1. The adjusted measures for FY 2025 and prior have been restated to reflect the impact of the 15 for 1 consolidation that was implemented with effect from 20 August 2025, in which the amount of securities on issue was reduced by a factor of 15, which resulted in a corresponding nominal increase in the share price by a factor of 15

Non-Executive Directors' Remuneration

The constitution of the Company provides for a maximum aggregate amount that may be paid to non-executive Directors (referred to as a "non-executive Directors' remuneration pool") to be determined by shareholders at a general meeting. ASX requires the non-executive Directors' remuneration pool amount to be specified.

A maximum non-executive Directors' remuneration pool amount of $500,000 per annum was adopted at the 2016 General Meeting. The non-executive Directors' remuneration pool is a maximum amount and does not mean that non-executive Directors will be paid a total of $500,000 per annum. The amount of each non-executive Directors' remuneration and allocations among non-executive Directors within the pool limit are determined by the Committee, and the process of determining non-executive Directors' remuneration is subject to compliance with corporate governance policies. Payment to non-executive Directors for specific services beyond the ordinary role of a non-executive Director, such as consulting or professional services, are excluded from the total pool amount, as is reimbursement of expense. Any future change to the non-executive Directors' remuneration pool will require further shareholder approval.

Non-executive Directors are eligible to participate in the Company's employee incentive plans, upon obtaining shareholder approval. During the financial year, Christian Barbier was granted 458,000 options pursuant to his appointment as a Non-executive Director on 13 January 2026. No other grants of securities were made Non-executive Directors during the financial year.

Executive Remuneration

The Company aims to reward its executives with a level and mix of remuneration commensurate with their position and responsibilities within the consolidated entity, to reward executives for meeting or exceeding targets set by reference to appropriate benchmarks; align the interests of executives with those of shareholders; and ensure remuneration is competitive by market standards. The Company retains the right to make annual bonus payments in cash or shares as deemed appropriate.

It is the Company's remuneration policy that employment contracts must be entered into by the Chief Executive Officer (or equivalent position) and senior executives. The level of fixed remuneration is set to provide a base level of remuneration which is both appropriate to the position and competitive in the market. Fixed remuneration is reviewed annually by the Committee as part of an assessment on that executive's performance. The Committee has access to external independent advice during the year.

Len Jubber – Managing Director and Chief Executive Officer

On 22 May 2024, Len Jubber was appointed Executive Chair. The details of his remuneration package were announced following finalisation and agreement on 29 August 2024. Mr Jubber remained in this role until 3 August 2026, when it was announced that he would step down from the Executive Chair role to become Managing Director and Chief Executive Officer ("**MD & CEO**"). On 31 August 2026, it was further announced that Mr Jubber will step down from the Board and his roles as Managing Director and Chief Executive Officer, effective 22 September 2026

The summary terms of Mr Jubber's remuneration package during his tenure as Executive Chair and MD & CEO is set out below:

Base Salary
A base salary of $350,000 per annum, inclusive of statutory superannuation (**Base Salary**) whilst Executive Chair. For the period that Mr Jubber was MD & CEO, his base salary was $280,000 per annum inclusive of statutory superannuation.

Incentives
Mr Jubber's employee agreement provides that, subject to conditions set by the Company, Mr Jubber may be entitled to an annual performance-based bonus or incentive payment (**STIP**), and a long-term performance-based incentive payment (**LTIP**) and a project performance-based incentive payment (**PIP**). Whether Mr Jubber is entitled to a STIP, LTIP or PIP (and the respective quantum of any STIP, LTIP or PIP) will be determined by the Company in its discretion by reference to the key performance indicators set by the Company (and which may be amended or varied by the Company from time to time).

The following incentive performance rights (number of performance rights and share price calculation basis restated to reflect the 15-for-1 consolidation of securities that was implemented on 20 August 2025) have been issued to Mr Jubber at the date of this report:

Project Performance Rights (adjusted for consolidation of securities which took place on 20 August 2025)
Following shareholder approval, on 17 December 2024 Mr Jubber was issued 1,283,333 Project Performance Rights (**PPRs**), being an amount equal to 55% of his Base Salary divided by $0.15, which shall only vest upon the following milestones being achieved:

1. *Tranche 1 (350,000 PPRs): On or before 1 July 2025, the Company must have decided to proceed with and have secured committed funding for a Definitive Feasibility Study for the Ohmgebirge Project;*
2. *Tranche 2 (350,000 PPRs): On or before 1 January 2027, the Company must have:*
   a. *completed and released a Definitive Feasibility Study for the Ohmgebirge Project on the ASX; and*
   b. *released a commitment on the ASX to pursue the financing and development of the Ohmgebirge Project.*
3. *Tranche 3 (583,333 PPRs): On or before 1 January 2028, the Company must have:*
   a. *made a final investment decision to develop the Ohmgebirge Project; and*
   b. *secured committed funding to proceed with the development of the Ohmgebirge Project.*

The Tranche 1 performance rights (350,000 PPRs) were cancelled by the Company on 5 November 2025 following the non-achievement of the applicable vesting conditions.

Long Term Incentive Performance Rights
Following shareholder approval, on 17 December 2024 Mr Jubber was issued 816,667 Long Term Incentive Performance Rights (**LTIPRs**), being an amount equal to 35% of his Base Salary divided by $0.15, which shall only vest upon the following criteria being met (and in the manner stated):

If on 1 July 2027, Total Shareholder Revenue is:
1. *equal to or greater than 150%, all the LTIPRs will vest;*
2. *between 110% and 150%, the LTIPRs will vest in a straight-line scale pro-rata; or*
3. *less than 110%, none of the LTIPRs will vest.*

*"Total Shareholder Revenue" means the positive percentage change in the volume weighted average price of the Company's shares on the ASX for twenty consecutive trading days (**VWAP**) over the three-year period commencing on 1 July 2024 and ending on 1 July 2027 divided by the percentage change in the S&P/ASX 300 Metal and Mining Index over the same period. For the avoidance of doubt, where the percentage change in the VWAP is negative, none of the LTIPRs will vest.*

General Terms and Conditions
In addition to customary termination rights for cause, the contract may be terminated by either Mr Jubber or the Company by giving of three months' written notice. The agreement otherwise contains standard terms and conditions for a contract of its nature. Mr Jubber is also entitled to participate in any and all other employee benefit plans which are made available to the senior executives of TSR from time to time.

Dr Babette Winter – Regional Managing Director, Südharz Kali GmbH
Dr Babette Winter resigned as an employee on 31 October 2025. The summary terms of Dr Winter's remuneration package is set out below:

Base Salary
A full-time equivalent base salary of €155,625 ($261,506) per annum reduced to an 80% of full-time equivalent basis from May 2024 onwards (Base Salary).

Incentives
Dr Winter's employee agreement provides that, subject to conditions set by the Company, Dr Winter may be entitled to an annual performance-based bonus or incentive payment (**STIP**) of up to 15% of her Base Salary, and a long-term performance-based incentive payment (**LTIP**) of up to 35% of her Base Salary. Whether Dr Winter is entitled to a STIP or LTIP (and the respective quantum of any STIP or LTIP) will be determined by the Company in its discretion by reference to the key performance indicators set by the Company (and which may be amended or varied by the Company from time to time).

The following incentive performance rights (number of performance rights and share price calculation basis restated to reflect the 15-for-1 consolidation of securities that was implemented on 20 August 2025) have been issued to Dr Winter at the date of this report:

Long Term Incentive Performance Rights
On 17 December 2024 Dr Winter was issued 600,000 Long Term Incentive Performance Rights (**LTIPRs**), being an amount equal to 35% of her Base Salary divided by $0.15, which shall only vest upon the following criteria being met (and in the manner stated):

If on 1 July 2027, Total Shareholder Revenue is:
4. *equal to or greater than 150%, all the LTIPRs will vest;*
5. *between 110% and 150%, the LTIPRs will vest in a straight-line scale pro-rata; or*
6. *less than 110%, none of the LTIPRs will vest.*

*"Total Shareholder Revenue" means the positive percentage change in the volume weighted average price of the Company's shares on the ASX for twenty consecutive trading days (**VWAP**) over the three-year period commencing on 1 July 2024 and ending on 1 July 2027 divided by the percentage change in the S&P/ASX 300 Metal and Mining Index over the same period. For the avoidance of doubt, where the percentage change in the VWAP is negative, none of the LTIPRs will vest.*

General Terms and Conditions
In addition to customary termination rights for cause, the contract may be terminated by either Dr Winter or the Company by giving of three months' written notice. The agreement otherwise contains standard terms and conditions for a contract of its nature. Dr Winter is also entitled to participate in any and all other employee benefit plans which are made available to the senior executives of TSR from time to time.

Employee Incentive Securities Plan
A revised employee incentive scheme ("the Employee Incentive Securities Plan" or "the Plan") was adopted at the 28 November 2024 Annual General Meeting. The purpose of the Plan is to enable eligible Directors', officers

and employees (including executive and non-executive Directors of the Company or its subsidiaries) to receive options to acquire shares in the Company.

The objective of the Employee Incentive Securities Plan is to attract, motivate and retain key employees. The Company considers that the adoption of the Employee Incentive Securities Plan and the future issue of securities under the Plan will provide selected employees with the opportunity to participate in the future growth of the Company. Securities issued under the Employee Incentive Securities Plan are Equity settled share-based payments.

No Directors or their associates can or will participate in the Employee Incentive Securities Plan or receive any securities unless and until required shareholder approval of specific issues to them is obtained. All the options and performance rights issued to Directors and others in a position of influence were approved by shareholders in accordance with ASX Listing Rule 10.14 (excluding issues under entitlement offers whereby Directors (or their associates) who were existing shareholders of the Company took up their entitlement).

The options and performance rights granted to Directors and KMP under the Employee Incentive Securities Plan are detailed below.

DIRECTORS' AND KMP INTERESTS AND BENEFITS

Ordinary shares

The movement during the reporting period in the number of ordinary shares of the Company held directly, indirectly or beneficially, by each Director or key management personnel, including their personally related entities is as follows:

Director and Key Management Personnel Shares	No. Shares held at 30 June 2025	Shares issued during the year	Reduction due to consolidation of securities[4]	Other [5]	No. Shares held at 30 June 2026	No. Shares held at date of this Report
Directors						
Richard Pearce	-	444,444	-	-	444,444	444,444
Rory Luff	68,001,181	94,402,556	(150,845,248)	-	11,558,489	11,558,489
Christian Barbier[1]	-	833,333	-	-	833,333	833,333
Dr. Reinout Koopmans[2]	16,061,146	6,666,670	(21,212,628)	(1,515,188)	-	-
Total Non-Executive Directors	**84,062,327**	**102,347,003**	**(172,057,876)**	**(1,515,188)**	**12,836,266**	**12,836,266**
Len Jubber	31,507,150	36,280,162	(60,675,565)		7,111,747	7,111,747
Total Executive Directors	**31,507,150**	**36,280,162**	**(60,675,565)**	**-**	**7,111,747**	**7,111,747**
Key Management Personnel						
Dr Babette Winter (Regional Director)[3]	2,543,658	906,737	(2,374,081)	(1,076,314)	-	-
Total KMP	**2,543,658**	**906,737**	**(2,374,081)**	**(1,076,314)**	**-**	**-**
Total Directors and KMP	**118,113,135**	**139,533,902**	**(235,107,522)**	**(2,591,502)**	**19,948,013**	**19,948,013**

1. Christian Barbier was appointed a director on 13 January 2026
2. Dr Reinout Koopmans resigned 13 January 2026
3. Dr Babette Winter resigned as an employee on 31 October 2025.
4. A consolidation of securities on a 1-for-15 basis took place on 22 August 2025.
5. Reflects holdings at time of departure

Share options

The movement during the reporting period in the number of options over ordinary shares of the Company held directly, indirectly or beneficially, by each Director or KMP, including their personally related entities is as follows:

Director and Key Management Personnel Options	No. Options held at 30 June 2025	Additions during the Year	Reduction due to consolidation of securities[4]	Reductions during the Year[5]	Options expired during the Year	No. Options held at 30 June 2026	No. Options held at date of this Report	Vested at 30 June 2026	Unvested at 30 June 2026
Directors									
Richard Pearce	5,000,000	222,222	(4,666,667)	-	-	555,555	555,555	222,222	333,333
Rory Luff	3,388,000	46,809,364	(46,850,873)	-	(50,000)	3,296,491	3,296,491	3,141,357	155,134
Christian Barbier[1]	-	458,000	-	-	-	458,000	458,000	-	458,000
Dr. Reinout Koopmans[2]	3,721,333	3,333,335	(6,317,690)	(736,978)	-	-	-	-	-
Total Non- Executive Directors	**12,109,333**	**50,822,921**	**(57,835,230)**	**(736,978)**	**(50,000)**	**4,310,046**	**4,310,046**	**3,363,579**	**946,467**
Len Jubber	3,638,000	17,306,749	(19,029,912)	-	(50,000)	1,864,837	1,864,837	1,709,703	155,134
Total Executive Directors	**3,638,000**	17,306,749	(19,029,912)	**-**	**(50,000)**	**1,864,837**	**1,864,837**	**1,709,703**	**155,134**
Key Management Personnel									
Dr Babette Winter (Regional Director)[3]	5,231,000	-	(4,882,267)	(348,733)	-	-	-	-	-
Total KMP	**5,231,000**	**-**	**(4,882,267)**	**(348,733)**	**-**	**-**	**-**	**-**	**-**
Total Directors and KMP	**20,978,333**	**68,129,670**	**(81,747,409)**	**(1,085,711)**	**(100,000)**	**6,174,883**	**6,174,883**	**5,073,282**	**1,101,601**

1. Christian Barbier was appointed a director on 13 January 2026
2. Dr Reinout Koopmans resigned 13 January 2026
3. Dr Babette Winter resigned as an employee on 31 October 2025
4. A consolidation of securities on a 1-for-15 basis took place on 22 August 2025.
5. Reflects holdings at time of departure

Performance rights

The movement during the reporting period in the number of performance rights to acquire ordinary shares of the Company held directly, indirectly or beneficially, by each Director or KMP, including their personally related entities is set out in the table below:

Directors and Key Management Personnel	No. Performance Rights Held at 30 June 2025	Reduction due to consolidation of securities[5]	Performance Rights lapsed	Other reductions of Performance Rights	Performance Rights exercised	No. Performance Rights held at 30 June 2026	No. Performance Rights held at date of this Report
Directors							
Richard Pearce	-	-	-	-	-	-	-
Rory Luff	4,000,000	(3,733,333)	-	-	(266,667)	-	-
Christian Barbier[1]	-	-	-	-	-	-	
Dr. Reinout Koopmans[2]	4,000,000	(3,733,333)	-	(266,667)	-	-	-
Total Non-Executive Directors	8,000,000	(7,466,666)	-	(266,667)	(266,667)	-	**-**
Len Jubber[3]	31,500,000	(29,400,000)	(350,000)	-	-	1,750,000	1,750,000
Total Executive Directors	31,500,000	(29,400,000)	(350,000)	-	-	1,750,000	**1,750,000**
Key Management Personnel							
Dr Babette Winter[4]	9,000,000	(8,400,000)	-	(600,000)	-	-	-
Total KMP	9,000,000	(8,400,000)	-	(600,000)	-	-	**-**
Total Directors and KMP	**48,500,000**	**(45,266,666)**	**(350,000)**	**(866,667)**	**(266,667)**	**1,750,000**	**1,750,000**

1. Christian Barbier was appointed a director on 13 January 2026
2. Dr Reinout Koopmans resigned 13 January 2026
3. Len Jubber was appointed Non-Executive Chairman 1 February 2024, then appointed Executive Chair 22 May 2024, resigned from Executive Chair role 3 August 2026 to become CEO and MD.
4. Dr Babette Winter resigned as an employee during the financial year
5. A consolidation of securities on a 1-for-15 basis took place on 22 August 2025.

Details of Remuneration

Details of remuneration of the Directors and KMP of the Group (as defined by AASB 124 Related Party Disclosures) and specified executives are set out below:

2026

Directors and Key Management Personnel Remuneration	Fixed		Equity Settled Share Based Payments		Total	
	Salary, Fees, Leave and other cash benefits $	Non-cash benefits $	Options and Performance Rights $	Options / Performance Rights Lapsed/ Forfeited $	Total Remuneration $	Performance Based Remuneration % Total Salary
Richard Pearce	40,000	-	6,014	-	46,014	13%
Rory Luff	39,996	-	29,173	-	69,169	42%
Christian Barbier[1]	18,602	-	2,293	-	20,895	11%
Dr. Reinout Koopmans[2]	20,000	-	29,173	-	49,173	59%
Total Non-Executive Directors	**118,598**	**-**	**66,653**	**-**	**185,251**	**36%**
Len Jubber[3]	367,577	-	34,437	(3,992)	398,022	8%
Total Executive Directors	**367,577**	**-**	**34,437**	**(3,992)**	**398,022**	**8%**
Dr Babette Winter[4]	76,465	1,258	48,024	-	125,747	38%
Total KMP	**76,465**	**1,258**	**48,024**	**-**	**125,747**	**38%**
Total Directors and KMP	**562,640**	**1,258**	**149,114**	**(3,992)**	**709,020**	**20%**

1. Christian Barbier was appointed a director on 13 January 2026
2. Dr Reinout Koopmans resigned 13 January 2026
3. Len Jubber was appointed Non-Executive Chairman 1 February 2024, then appointed Executive Chair 22 May 2024, resigned from Executive Chair role 3 August 2026 to become CEO and MD. During the financial year 350,000 of his performance rights lapsed due to vesting conditions not satisfied.
4. Dr Babette Winter resigned as an employee on 31 October 2025. Her fixed salary amount included the payment of her unused leave of $6,588 at the time of her resignation.

2025

Directors and Key Management Personnel Remuneration	Fixed		Equity Settled Share Based Payments	Total	
	Salary, Fees, Leave and other cash benefits $	Non-cash benefits $	Options and Performance Rights $	Total Remuneration $	Performance Based Remuneration % Total Salary
Richard Pearce[1]	1,111	-	151	1,262	**12%**
Rory Luff	39,996	-	57,703	97,699	**59%**
Dr. Reinout Koopmans	40,000	-	57,703	97,703	**59%**
Total Non-Executive Directors	**81,107**	**-**	**115,557**	**196,664**	**59%**
Len Jubber[2]	376,906	-	64,325	441,231	**15%**
Total Executive Directors	**376,906**	**-**	**64,325**	**441,231**	**15%**
Dr Babette Winter[3]	261,332	7,373	49,531	318,236	**16%**
Total KMP	**261,332**	**7,373**	**49,531**	**318,236**	**16%**
Total Directors and KMP	**719,345**	**7,373**	**229,413**	**956,131**	**24%**

1. Appointed 20 June 2025.
2. Appointed Non-Executive Chair 1 February 2024, then appointed Executive Chair 22 May 2024.
3. Dr Babette Winter's role was reduced to an 80% of full-time equivalent basis from May 2024 onwards.

No performance rights were granted as remuneration during the year ended 30 June 2026.

The following table sets out the details of performance rights granted as remuneration during the year ended 30 June 2025:

Directors and Key Management Personnel Performance Rights Granted as Remuneration	Grant Date	Exercise Price	Expiry Date	Granted as Remuneration	Cancelled	Fair Value per Performance Right	Value of Performance rights
Directors							
Rory Luff	28-Nov-24	$0.00000	30-Nov-29	4,000,000	-	$0.01100	**$44,000**
Dr. Reinout Koopmans	28-Nov-24	$0.00000	30-Nov-29	4,000,000	-	$0.01100	**$44,000**
Total Non-Executive Directors				**8,000,000**	**-**		**$88,000**
Len Jubber	28-Nov-24	$0.00000	1-Jul-27	5,250,000	-	$0.01100	**$57,750**
Len Jubber	28-Nov-24	$0.00000	1-Jan-30	8,750,000	-	$0.01100	**$96,250**
Len Jubber	28-Nov-24	$0.00000	1-Jan-29	5,250,000	-	$0.01100	**$57,750**
Len Jubber	28-Nov-24	$0.00000	1-Jul-29	12,250,000	-	$0.00760	**$93,100**
Total Executive Directors				**31,500,000**	**-**		**$304,850**
Total Directors				**39,500,000**	**-**		**$392,850**
Key Management Personnel							
Dr Babette Winter	28-Nov-24	$0.00000	1-Jul-29	9,000,000	-	$0.00760	**$68,400**
Total KMP				**9,000,000**	**-**		**$68,400**
Total Directors + KMP				**48,500,000**	**-**		**$461,250**

Performance rights granted carry no dividend or voting rights. All performance rights were granted over unissued fully paid shares in the Company. None of the above performance rights were fully vested or exercised during the year.

The following table sets out the details of options granted as remuneration during the year ended 30 June 2026:

Directors and Key Management Personnel Options Granted as Remuneration	Grant Date	Exercise Price	Vesting Date	Expiry Date	Granted as Remuneration	Fair Value per Option	Value of Options
Directors							
Christian Barbier	13-Jan-26	$0.0580	13-Jul-27	13-Jan-30	458,000	$0.0217	$9,939
Total Non-Executive Directors					**458,000**		**$9,939**
Total Directors					**458,000**		**$9,939**
Total Directors + KMP					**458,000**		**$9,939**

Options granted carry no dividend or voting rights. All options were granted over unissued fully paid shares in the Company. None of the above options were fully vested or exercised during the year.

There were no other Director and KMP transactions.

End of the Audited Remuneration Report.

Richard Pearce
Non-Executive Chair
Turnstone Resources Ltd
22 September 2026

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DECLARATION OF INDEPENDENCE
BY PAUL GOSNOLD
TO THE DIRECTORS OF TURNSTONE RESOURCES LIMITED

As lead auditor for the review of Turnstone Resources Limited for the year ended 30 June 2026, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Turnstone Resources Limited and the entities it controlled during the period.

Paul Gosnold

Paul Gosnold
Director

BDO Audit Pty Ltd

Adelaide, 22 September 2026

Financial report

General information

The financial report covers Turnstone Resources Ltd as a consolidated entity consisting of Turnstone Resources Ltd and the entities it controlled. The financial report is presented in Australian dollars, which is Turnstone Resources Ltd's functional and presentation currency.

The financial report consists of the financial statements, notes to the financial statements and the Directors' declaration.

Turnstone Resources Ltd is a listed public company limited by shares, incorporated and domiciled in Australia.

Its registered office and principal place of business is:

Unit 15
6-10 Douro Place
West Perth WA 6005
Australia

A description of the nature of the consolidated entity's operations and its principal activities are included in the Directors' report, which is not part of the financial report.

Statement of profit or loss and other comprehensive loss for the year ended 30 June 2026

	Note	Consolidated 2026 $	2025 $
Revenue from continuing operations			
Interest income	**4**	3,223	2,067
Expenses			
Exploration and development costs		(645,959)	(336,106)
Administration expenses		(297,577)	(594,327)
Corporate expenses		(457,656)	(570,703)
Director fees and key management costs		(563,898)	(726,718)
Depreciation expense		(16,561)	(25,968)
Interest expense		(44,716)	(87,861)
Foreign exchange gain/(loss)		617	36,217
Consulting expenses		(256,148)	(487,672)
Share-based payments		(258,079)	(332,849)
Loss before income tax expense		**(2,536,754)**	**(3,123,920)**
Income tax expense	**5**	-	**-**
Loss after income tax expense		**(2,536,754)**	**(3,123,920)**
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operations		(111,309)	58,520
Other comprehensive income / (loss) for the year, net of tax		(111,309)	**58,520**
Total comprehensive loss for the year		**(2,648,063)**	**(3,065,400)**

	Note	Consolidated 2026 $	2025 $
Loss per share for loss attributable to the owners of Turnstone Resources Ltd			
Basic loss per share	**25**	(1.87)	(4.68)
Diluted loss per share	**25**	(1.87)	(4.68)

The financial statements should be read in conjunction with the accompanying notes.

Statement of financial position as at 30 June 2026

	Note	Consolidated 2026 $	2025 $
Assets			
Current assets			
Cash and cash equivalents	6	454,924	546,735
VAT and other receivables	7	55,576	85,050
Total current assets		**510,500**	**631,785**
Non-current assets			
Property, plant and equipment	8	28,971	56,374
Exploration and evaluation	9	2,048,926	2,224,922
Total non-current assets		**2,077,897**	**2,281,296**
Total assets		**2,588,397**	**2,913,081**
Liabilities			
Current liabilities			
Trade and other payables	10	1,141,599	2,130,962
Total current liabilities		**1,141,599**	**2,130,962**
Total liabilities		**1,141,599**	**2,130,962**
Net assets		**1,446,798**	**782,119**
Equity			
Issued capital	11	45,557,454	42,414,791
Reserves	12	2,908,711	2,849,941
Accumulated losses		(47,019,367)	(44,482,613)
Total equity		**1,446,798**	**782,119**

The financial statements should be read in conjunction with the accompanying notes

Statement of changes in equity for the year ended 30 June 2026

2026	Contributed Equity	Performance Rights Reserve	Options Reserve	Currency Translation Reserve	Accumulated Losses	Total Equity
	$	$	$	$	$	$
Balance as 1 July 2025	**42,414,791**	**94,425**	**2,500,669**	**254,847**	**(44,482,613)**	**782,119**
Loss after income tax expenses for the year	-	-	-	-	(2,536,754)	(2,536,754)
Other comprehensive income for the year, net of tax	-	-	-	(111,309)	-	(111,309)
Total comprehensive income for the year	-	-	-	(111,309)	(2,536,754)	(2,648,063)
Transactions with owners in their capacity as owners: Contributions of equity, net of transaction costs	**3,054,663**	**-**	**-**	**-**	**-**	**3,054,663**
Share-based payments (refer to note 14)	-	86,863	171,216	-	-	258,079
Conversion of performance rights to shares - transfer from reserves to contributed equity	88,000	(88,000)	-	-	-	-
Balance at 30 June 2026	**45,557,454**	**93,288**	**2,671,885**	**143,538**	**(47,019,367)**	**1,446,798**

2025	Contributed Equity	Performance Rights Reserve	Options Reserve	Currency Translation Reserve	Accumulated Losses	Total Equity
	$	$	$	$	$	$
Balance as 1 July 2024	**39,385,937**	**-**	**2,262,245**	**196,327**	**(41,358,693)**	**485,816**
Loss after income tax expenses for the year	-	-	-	-	(3,123,920)	**(3,123,920)**
Other comprehensive income for the year, net of tax	-	-	-	58,520	-	**58,520**
Total comprehensive income for the year	**-**	**-**	**-**	**58,520**	**(3,123,920)**	**(3,065,400)**
Transactions with owners in their capacity as owners: Contributions of equity, net of transaction costs	3,028,854	-	-	-	-	**3,028,854**
Share-based payments (refer to note 14)	-	94,425	238,424	-	-	**332,849**
Balance at 30 June 2025	**42,414,791**	**94,425**	**2,500,669**	**254,847**	**(44,482,613)**	**782,119**

The financial statements should be read in conjunction with the accompanying notes.

Statement of cash flows for the year ended 30 June 2026

	Note	Consolidated 2026 $	2025 $
Cash flows from operating activities			
Interest received		3,223	2,067
Interest expense		(44,716)	(87,861)
Exploration and development costs		(986,682)	(336,106)
Payments to suppliers and employees		(1,389,203)	(2,180,793)
Net cash used in operating activities	**24**	**(2,417,378)**	**(2,602,693)**
Cash flows from investing activities			
No cash flows from investing activities		-	-
Net cash used in investing activities		-	**-**
Cash flows from financing activities			
Proceeds from issue of shares		2,542,036	2,977,657
Proceeds from borrowings		50,000	100,000
Repayment of borrowings		(50,000)	-
Payments for capital raising costs		(210,982)	(182,920)
Net cash from financing activities		**2,331,054**	**2,894,737**
Net increase / (decrease) in cash and cash equivalents		(86,324)	292,044
Cash and cash equivalents at beginning of year		546,735	253,632
Effects of foreign exchange cash movements		(5,487)	1,059
Cash and cash equivalents at end of the year	**6**	**454,924**	**546,735**

The financial statements should be read in conjunction with the accompanying notes.

Notes to the financial statements 30 June 2026

Note 1. Material Accounting Policy Information

The financial report covers Turnstone Resources Ltd as a consolidated entity consisting of Turnstone Resources Ltd and the entities it controlled. The financial report is presented in Australian dollars, which is Turnstone Resources Ltd's functional and presentation currency.

The accounting policies that are material to the consolidated entity are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements were authorised for issue by the Directors, on 22 September 2026

Exploration and evaluation assets

It is the Company's policy to capitalise the cost of acquiring rights to explore areas of interest. All other exploration and evaluation expenditure is expensed as incurred and included as part of cash flows from operating activities.

The costs of acquisition are carried forward as an asset provided one of the following conditions is met:

a. Such costs are expected to be recouped through the successful development and exploitation of the area of interest, or alternatively, by its sale; or
b. Exploration activities in the area of interest have not yet reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves, and active and significant operations in relation to the area are continuing. When the technical feasibility and commercial viability of extracting a mineral resource have been demonstrated then any capitalised exploration and evaluation expenditure is reclassified as capitalised mine development. Prior to reclassification, capitalised exploration and evaluation expenditure is assessed for impairment.

Exploration for and evaluation of mineral resources is the search for mineral resources after the entity has obtained legal rights to explore in a specific area, as well as the determination of the technical feasibility and commercial viability of extracting the mineral resource.

Accounting for exploration and evaluation expenditures is assessed separately for each 'area of interest' to determine whether expenditure is expensed as incurred or capitalised as an asset. An 'area of interest' is an individual geological area which is considered to constitute a favourable environment for the presence of a mineral deposit or has been proved to contain such a deposit.

New or amended Accounting Standards and Interpretations adopted

The Company has adopted all the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The Company's assessment of the impact of these new or amended Accounting Standards and Interpretations, are set out below.

AASB 18 Presentation and Disclosure in Financial Statements

This standard is applicable to annual reporting periods beginning on or after 1 January 2027 and early adoption is permitted. The standard replaces IAS 1 'Presentation of Financial Statements', with many of the original disclosure requirements retained and there will be no impact on the recognition and measurement of items in the financial statements. However the standard will affect presentation and disclosure in the financial statements, including introducing five categories in the statement of profit or loss and other comprehensive income: operating, investing, financing, income taxes and discontinued operations. The standard introduces two mandatory sub-totals in the statement: "Operating profit" and "Profit before financing and income taxes". There are also new disclosure requirements for "management-defined performance measures", such as earnings before interest, taxes, depreciation and amortisation (**EBITDA**) or "adjusted profit". The standard provides enhanced guidance on grouping of information (aggregation and disaggregation), including whether to present this information in the primary financial statements or in the notes. The consolidated entity will adopt this standard from 1 July 2027 and it is expected that there will be a change to the layout of the statement of profit or loss and other comprehensive income.

Basis of preparation

These general-purpose financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. These financial statements also comply with International Financial Reporting Accounting Standards as issued by the International Accounting Standards Board ('IASB').

Historical cost convention

The financial statements have been prepared under the historical cost convention.

Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the consolidated entity's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 2.

Material uncertainty related to going concern

The financial report has been prepared on the going-concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the ordinary course of business.

The Company incurred an operating loss after income tax of $2,536,754 (2025: $3,123,920) and incurred negative cash flows from operations of $2,417,378 (2025: $2,602,693). The total comprehensive loss for the financial year was $2,648,063 (2025: $3,065,400).

The ability of the Company to continue as a going concern is principally dependent upon the ability of the Company to secure funds by raising capital from equity markets and managing cash flow in line with available funds. These conditions indicate a material uncertainty that may cast significant doubt about the ability of the Company to continue as a going concern.

Based on the cash-flow forecasts and other factors referred to above, the Directors are satisfied that the going concern basis of preparation is appropriate, given the following:

- The Company has the ability to defer discretionary costs as and when required.

- The Company has recently announced a two tranche placement capital raise to raise gross new equity of $1,100,000. The first tranche of the placement was completed on 10 September 2026 with $835,000 received by the Company. The second tranche of $265,000 is subject to shareholder approval at the Company's general meeting to be held on 13 October 2026 and includes commitments from Directors got gross equity of $160,000.
- The Company is in the latter stages of its discussions with the German tax office with respect to its R&D claim submitted in 2025 in relation to qualifying expenditure incurred in the financial years ended 30 June 2021 to 2024.
- The Company is in discussion with the major creditor of its German subsidiary, Ercosplan to defer the repayment date of its balance owing of €474,911 from 31 December 2026 to 31 December 2031.
- Given the Company's history of raising capital to date, the Directors are confident of the Company's ability to raise additional funds as and when they are required.

Should the Company be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the consolidated entity only. Supplementary information about the parent entity is disclosed in note 20.

Foreign currency translation

The financial statements are presented in Australian dollars, which is the Company's functional and presentation currency.

Revenue recognition

The Company recognises income as follows:

Interest
Interest revenue is recognised as interest accrues using the effective interest method.

Income tax

Turnstone Resources Ltd (the 'head entity') and its wholly owned Australian subsidiaries have formed an income tax consolidated group under the tax consolidation regime. The head entity and each subsidiary in the tax consolidated group continue to account for their own current and deferred tax amounts. The tax consolidated group has applied the 'separate taxpayer within group' approach in determining the appropriate amount of taxes to allocate to members of the tax consolidated group.

In addition to its own current and deferred tax amounts, the head entity also recognises the current tax liabilities (or assets) and the deferred tax assets arising from unused tax losses and unused tax credits assumed from each subsidiary in the tax consolidated group.

Assets or liabilities arising under tax funding agreements with the tax consolidated entities are recognised as amounts receivable from or payable to other entities in the tax consolidated group. The tax funding arrangement ensures that the intercompany charge equals the current tax liability or benefit of each tax consolidated group member, resulting in neither a contribution by the head entity to the subsidiaries nor a distribution by the subsidiaries to the head entity.

Property, plant and equipment

Plant and equipment are stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Depreciation is calculated on a diminishing value basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Plant and equipment: 3-5 years

Other payables

These amounts represent liabilities for goods and services provided to the consolidated entity prior to the end of the financial year and which are unpaid. Due to their short-term nature, they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Employee benefits

Share-based payments
Equity-settled share-based compensation benefits are provided to employees.

Equity-settled transactions are awards of shares, performance rights, or options over shares, that are provided to employees in exchange for the rendering of services.

The cost of equity-settled transactions are measured at fair value on grant date. Fair value is independently determined using either the Monte-Carlo or Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option, together with non-vesting conditions that do not determine whether the consolidated entity receives the services that entitle the employees to receive payment. No account is taken of any other vesting conditions.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results.

Share-based payment transactions
The Company measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Black-Scholes model or a Monte-Carlo model, taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity. Refer to note 14 for further details.

Exploration and development costs
The cost of acquiring rights to explore areas of interest are capitalised. After this, exploration and development costs will only be capitalised after a defined feasibility study has been completed on a project and the key permits have been obtained at which point the commercial viability of the project can be assessed. The costs will then be amortised based on the life of mine estimate. Key judgements are applied in considering costs to be capitalised which includes determining expenditures directly related to these activities and allocating

overheads between those that are expensed and capitalised. In addition, costs are only capitalised that are expected to be recovered either through successful development or sale of the relevant mining interest. Factors that could impact the future commercial production at the mine include the level of reserves and resources, future technology changes, which could impact the cost of mining, future legal changes and changes in commodity prices. To the extent that capitalised costs are determined not to be recoverable in the future, they will be written off in the period in which this determination is made.

Note 3. Operating segments

Identification of reportable operating segments
The consolidated entity is organised into one operating segment, being mining and exploration operations. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources.

Geographical information

	Sales to external customers		Non-current assets	
	2026	2025	2026	2025
	$	$	$	$
Germany	-	-	2,077,897	2,281,296
	-	**-**	**2,077,897**	**2,281,296**

The geographical non-current assets above are exclusive of, where applicable, financial instruments, deferred tax assets, post-employment benefits assets and rights under insurance contracts.

Note 4. Income

	Consolidated	
	2026	2025
	$	$
Interest income	3,223	2,067

Note 5. Income tax expense	Consolidated	
	2026	2025
	$	$
Prima facie tax benefit at the Australian tax rate of 30%	761,026	937,176
Tax effect amounts which are not deductible/(taxable) in calculating taxable income;		
Share based payments	(77,424)	(99,855)
Deferred taxes not brought into account	(683,603)	(837,321)
Income tax expense	-	**-**
Current tax expense	(683,603)	(837,321)
Deferred tax expense	683,603	837,321
Income tax expense	-	-
Tax assets not recognised at 30%		
Unused tax losses for which no deferred tax asset has been recognized	5,307,374	4,647,718
Temporary differences	41,972	75,000
Potential tax benefit	**5,349,346**	**4,722,718**

The above potential tax benefit for tax losses and temporary differences has not been recognised in the statement of financial position. Tax losses can only be utilised in the future if the continuity of ownership test is passed, or failing that, business continuity tests are passed. The above potential tax benefit not recognised relates to activities from the Australian operations only.

Note 6. Current assets - cash and cash equivalents

	Consolidated	
	2026	**2025**
	$	**$**
Cash at bank	454,924	546,735
	454,924	**546,735**

Note 7. VAT and other receivables

	Consolidated	
	2026	**2025**
	$	**$**
Deposits & other receivables	20,115	58,385
VAT & GST refunds	35,461	26,665
	55,576	**85,050**

Note 8. Property, plant and equipment

	Consolidated	
	2026	**2025**
	$	**$**
Office and computer equipment	122,670	159,239
Less: Accumulated depreciation	(93,699)	(102,865)
Total property, plant and equipment	**28,971**	**56,374**

Note 9. Non-current assets - exploration and evaluation

	Consolidated	
	2026	**2025**
	$	**$**
Exploration and evaluation - at cost[1]	2,048,926	2,224,922
	2,048,926	**2,224,922**

Reconciliations at the beginning and end of the current and previous financial year are set out below:	**Exploration and evaluation**
Consolidated	**$**
Balance at 1 July 2025	2,224,922
Exchange difference on opening balance	(175,996)
Balance at 30 June 2026	**2,048,926**
Balance at 1 July 2024	1,996,525
Exchange difference on opening balance	228,397
Balance at 30 June 2025	**2,224,922**

[1] As outlined in Note 10, the Company has granted first ranking security over its interest in Ebeleben mining lease in Thüringen, Germany, as security for the amount owed to Ercosplan.

Note 10. Trade and other payables

	Consolidated 2026 $	Consolidated 2025 $
Current Liabilities		
Trade payables[1]	995,401	1,768,467
Other payables	146,198	362,495
Total current trade and other payables	**1,141,599**	**2,130,962**

[1] Includes trade payables balances owing to a creditor of the Company's wholly-owned German subsidiary, Südharz Kali GmbH (**SHK**) totalling $783,941 (€474,911) as at 30 June 2026. The outstanding balance relates to engineering services provided to SHK for the Ohmgebirge Pre-Feasibility Study by K ERCOSPLAN Ingenieurgesellschaft Geotechnik und Bergbau GmbH (**Ercosplan**). SHK is paying interest to Ercosplan at 5% per annum on the amount owed, paid monthly until the debts have been repaid.

The company and Ercosplan executed binding terms on 26 June 2025 to defer the repayment of the balance owing until 31 December 2026 on the basis that the Company continues to pay interest monthly at a rate of 5% per annum on the balance owed, and the grant by the Company of a first ranking security over its interest in the Ebeleben mining lease in Thüringen, Germany, as security for the amount owed. The grant of the security interest was signed and notarised on 16 July 2025. Subsequent to the end of the financial year, the Company and Ercosplan commenced discussions to to further extend the repayment date beyond 31 December 2026.

Note 11. Equity - Issued Capital

	Consolidated 2026	Consolidated 2025	Consolidated 2026 $	Consolidated 2025 $
Ordinary shares - fully paid	169,756,577	1,283,062,044	45,557,454	42,414,791

Ordinary share capital - 2026

Details	**Date**	**No of shares**	**Issue Price**	**$**
Balance	30-Jun-25	1,283,062,044		42,414,791
Entitlement Offer	31-Jul-25	152,873,504	$0.0030	458,621
Entitlement Offer (Directors)	31-Jul-25	35,787,782	$0.0030	107,363
Jun-25 Placement - Tranche 2	20-Aug-25	6,666,966	$0.0030	20,001
Jun-25 Placement - Tranche 2 (Directors)	20-Aug-25	27,000,000	$0.0030	81,000
Jun-25 Placement - Tranche 2 (in lieu of services)	20-Aug-25	206,840,334	$0.0030	620,521
Entitlement Offer Shortfall	20-Aug-25	33,333,334	$0.0030	100,000
Jun-25 Placement - Tranche 2	22-Aug-25	101,666,666	$0.0030	305,000
Jun-25 Placement - Tranche 2 (Directors)	22-Aug-25	71,000,000	$0.0030	213,000
Consolidation of Securities (1 for 15 basis)	25-Aug-25	(1,790,348,569)		-
Entitlement Offer Shortfall	22-Oct-25	222,222	$0.0450	10,000
Shares issued to Employee (under Employee incentive Plan)	6-Nov-25	906,737	$0.0450	40,795
Jun-25 Placement - Tranche 2	14-Nov-25	1,156,667	$0.0450	52,050
Entitlement Offer Shortfall (Directors)	01-Dec-25	1,555,555	$0.0450	70,000
Shares issued to Directors on conversion of Performance Rights[1]	30-Jan-26	533,334	$0.0000	88,000
Mar-26 Placement - Tranche 1	16-Mar-26	31,333,334	$0.0300	940,000

Mar-26 Placement - Tranche 2	5-May-26	2,500,000	$0.0300	75,000
Mar-26 Placement - Tranche 2	5-May-26	3,666,667	$0.0300	110,000
Capital raising costs				(148,688)
Balance	**30-Jun-26**	**169,756,577**		**45,557,454**

1. 533,334 performance rights were exercised and converted to ordinary shares on 30 January 2026 by Directors Rory Luff (through his director-related entity) and Reinout Koopmans. The performance rights reserve amount of $88,000 in relation to these securities was transferred to ordinary share capital as a result of the conversion.

Ordinary share capital - 2025

Details	**Date**	**No of shares**	**Issue Price**	**$**
Balance	01-Jul-24	827,184,972		39,385,937
Placement Shares - Tranche 1	9-Aug-24	58,733,300	$0.010	587,333
Placement Shares – Tranche 1 (in lieu of services)	9-Aug-24	4,150,000	$0.010	41,500
Entitlement Issue Shares	23-Sep-24	52,646,481	$0.010	526,465
Entitlement Issue Shares (in lieu of accrued former Director fees)	23-Sep-24	1,463,165	$0.010	14,632
Shortfall Shares (placed 19-Nov-24)	19-Nov-24	42,550,000	$0.010	425,500
Placement Shares (in lieu of services)	20-Nov-24	4,147,500	$0.010	41,475
Shortfall Shares (placed 13-Dec-24)	11-Dec-24	14,000,000	$0.010	140,000
Director Placement Shares	16-Dec-24	25,735,900	$0.010	257,359
Director Placement Shares (in lieu of accrued Director fees)	16-Dec-24	9,380,790	$0.010	93,808
Director Placement Shares	16-Dec-24	10,000,000	$0.010	100,000
Placement Shares (in lieu of services)	31-Dec-24	2,736,600	$0.010	27,366
Placement Shares - Tranche 1	27-Feb-25	29,850,000	$0.010	298,500
Placement Shares - Tranche 2	12-May-25	5,000,000	$0.010	50,000
Director Placement Shares	12-May-25	15,150,000	$0.010	151,500
Jun-25 Placement - Tranche 1	27-Jun-25	180,333,336	$0.003	541,000
Capital raising costs				(267,584)
Balance	**30-Jun-25**	**1,283,062,044**		**42,414,791**

Shareholders are entitled to participate in dividends and proceeds to the Company in a winding up.

Capital raising and consolidation of securities subsequent to the financial year end
On 4 September 2026, the Company announced that it had received firm commitments to raise $1,100,000 of gross new equity (before costs) by way of a two-tranche placement of shares at an issue price of $0.02 per share.

The Tranche 1 placement raised $835,000 of gross new equity for the issue of 41,750,000 shares and was completed on 10 September 2026.

The Tranche 2 placement is in respect of commitments of $265,000 for 13,250,000 shares and is subject to shareholder approval at a general meeting of shareholders expected to be held on 13 October 2026.

The Tranche 2 placement includes commitments by Directors for gross equity of $160,000 for the issue of 8,000,000 shares as follows:

- $20,000 for 1,000,000 shares to Richard Pearce (or his director related entities),
- $30,000 for 1,500,000 shares to Len Jubber (or his director related entities), and
- $110,000 for 5,500,000 shares to Rory Luff (or his director related entities).

Note 12. Equity - Reserves

	Consolidated 2026 $	2025 $
Foreign currency translation reserve	143,538	254,847
Performance rights reserve	93,288	94,425
Options reserve	2,671,885	2,500,669
	2,908,711	**2,849,941**

Foreign currency reserve
The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

Performance rights reserve
The reserve is used to recognise the fair value of performance rights issued to Directors and employees.

Options reserve
The reserve is used to recognise the fair value of options issued to Directors, employees and brokers.

Note 13. Equity - Options and performance rights

a) Options
Set out below are details of options on issue:

2026

Grant date	Expiry date	Exercise price [C]	Fair Value [C]	Balance at the start of the year	Issued in year	Consolidation adjustment [C]	Expired in the year	Balance at the end of year	Exercisable at year end	Note
27-May-21	27-May-26	$3.04500	$0.70350	4,606,605	-	(4,299,498)	(307,107)	-	-	[3][4]
05-Aug-21	05-Aug-26	$2.26650	$0.31937	192,069	-	(179,264)	-	12,805	12,805	[4]
30-Mar-22	30-Mar-27	$2.40900	$2.55660	2,382,000	-	(2,223,201)	-	158,799	158,799	[3][4]
30-Sep-22	30-Sep-27	$1.80000	$0.49320	2,618,000	-	(2,443,467)	-	174,533	-	[4][M]
17-Oct-22	17-Oct-26	$1.84500	$0.43455	1,000,000	-	(933,333)	-	66,667	-	[3][M]
02-Nov-22	31-Oct-27	$0.82500	$0.56850	2,000,000	-	(1,866,667)	-	133,333	133,333	[3]
02-Nov-22	31-Oct-27	$1.23000	$0.52350	2,000,000	-	(1,866,667)	-	133,333	133,333	[3]
02-Nov-22	31-Oct-27	$1.63500	$0.48900	2,000,000	-	(1,866,667)	-	133,333	133,333	[3]
02-Nov-22	31-Oct-27	$2.04000	$0.46050	2,000,000	-	(1,866,667)	-	133,333	133,333	[3]
10-Nov-22	10-Nov-27	$2.25000	$0.42840	4,623,000	-	(4,314,799)	-	308,201	-	[3] [M][S]
24-Nov-22	23-Nov-25	$1.35000	$0.37200	3,366,667	-	(3,142,223)	(224,444)	-	-	[2]
10-Feb-23	30-Sep-27	$1.80000	$0.36690	200,000	-	(186,667)	-	13,333	-	[4][M]
23-Feb-23	01-Jan-28	$0.99000	$0.35220	3,000,000	-	(2,800,000)	-	200,000	200,000	[4]
23-Feb-23	01-Jan-28	$1.32000	$0.31650	3,000,000	-	(2,800,000)	-	200,000	200,000	[4]
10-Aug-23	10-Aug-26	$1.20000	Nil	20,123,480	-	(18,781,910)	-	1,341,570	1,341,570	[1]
10-Aug-23	10-Aug-26	$1.20000	$0.17907	5,478,790	-	(5,113,537)	-	365,253	365,253	[2]
21-Aug-23	21-Aug-27	$0.96000	$0.26504	1,000,000	-	(933,333)	-	66,667	66,667	[3]
26-Sep-23	31-Oct-28	$0.84000	$0.31824	9,134,000	-	(8,525,067)	-	608,933	-	[4] [M][S]
26-Oct-23	31-Oct-28	$0.84000	$0.26780	19,181,000	-	(17,902,265)	-	1,278,735	-	[3] [M][S]
24-Nov-23	24-Nov-26	$1.20000	Nil	1,375,000	-	(1,283,333)	-	91,667	91,667	[1][3]
19-Dec-23	19-Dec-26	$1.20000	Nil	8,249,937	-	(7,699,927)	-	550,010	550,010	[1]
22-Dec-23	21-Dec-26	$1.20000	$0.10722	3,500,000	-	(3,266,667)	-	233,333	233,333	[2]
19-Jun-25	19-Jun-29	$0.09000	$0.02837	5,000,000	-	(4,666,667)	-	333,333	-	[3] [M][S]
31-Jul-25	31-Jul-27	$0.09000	Nil	-	17,839,968	(16,650,637)	-	1,189,331	1,189,331	[1][3]

31-Jul-25	31-Jul-27	$0.09000	Nil	-	76,490,724	(71,391,339)	-	5,099,385	5,099,385	[1]
20-Aug-25	31-Jul-27	$0.09000	Nil	-	16,666,668	(15,555,557)	-	1,111,111	1,111,111	[1]
22-Oct-25	31-Jul-27	$0.09000	Nil	-	111,111	-	-	111,111	111,111	[1]
14-Nov-25	31-Jul-27	$0.09000	Nil	-	578,333	-	-	578,333	578,333	[1]
20-Aug-25	20-Aug-27	$0.09000	Nil	-	13,500,000	(12,600,000)	-	900,000	900,000	[1][3]
22-Aug-25	20-Aug-27	$0.09000	Nil	-	35,500,000	(33,133,333)	-	2,366,667	2,366,667	[1][3]
20-Aug-25	20-Aug-27	$0.09000	$0.02245	-	15,000,000	(14,000,000)	-	1,000,000	1,000,000	[2]
20-Aug-25	20-Aug-27	$0.09000	Nil	-	196,920,320	(183,792,302)	-	13,128,018	13,128,018	[1]
22-Aug-25	20-Aug-27	$0.09000	Nil	-	50,833,334	(47,444,446)	-	3,388,888	3,388,888	[1]
01-Dec-25	01-Dec-27	$0.09000	Nil	-	777,778	-	-	777,778	777,778	[1][3]
13-Jan-26	13-Jan-30	$0.05800	Nil	-	458,000	-	-	458,000	458,000	[3][M][S]
				106,030,548	**424,676,236**	**(493,529,440)**	**(531,551)**	**36,645,793**	**33,862,058**	

[1] Free attaching options since they were issued with issue of shares. No value was attached on initial recognition.
[2] Options issued to broker as consideration for broking services
[3] Options issued to Directors
[4] Options issued to employees and KMPs
[C] A consolidation of securities on a 1-for-15 basis took place on 22 August 2025. As a result, the Exercise Price and Fair Value per share have been restated (upwards) by a factor of 15x
[M] Market based vesting conditions (share price levels) apply to these options
[S] Service-based vesting conditions apply to some or all of the Director/employee holders of these options

2025

Grant date	Expiry date	Exercise price	Fair Value	Balance at the start of the year	Issued in year	Expired in the year	Balance at the end of year	Exercisable at year end	Note
02-Dec-20	02-Dec-24	$0.0800	$0.03000	3,500,000	-	(3,500,000)	-	-	[3]
02-Dec-20	02-Dec-24	$0.1200	$0.02600	3,500,000	-	(3,500,000)	-	-	[3]
27-May-21	27-May-26	$0.2030	$0.04690	4,606,605	-		4,606,605	4,606,605	[3]
05-Aug-21	05-Aug-26	$0.1511	$0.02129	192,069	-		192,069	192,069	[4]
20-Dec-21	17-Dec-24	$0.1800	$0.06346	2,192,084	-	(2,192,084)	-	-	[2]
20-Dec-21	17-Dec-24	$0.2400	$0.05503	2,192,084	-	(2,192,084)	-	-	[2]
30-Mar-22	30-Mar-27	$0.1606	$0.17044	2,382,000	-		2,382,000	1,449,000	[3][4]
30-Sep-22	30-Sep-27	$0.1200	$0.03288	2,618,000	-		2,618,000	-	[4][M][S]
17-Oct-22	17-Oct-26	$0.1230	$0.02897	1,000,000	-		1,000,000	-	[3][M]
02-Nov-22	31-Oct-27	$0.0550	$0.03790	2,000,000	-		2,000,000	2,000,000	[3]
02-Nov-22	31-Oct-27	$0.0820	$0.03490	2,000,000	-		2,000,000	2,000,000	[3]
02-Nov-22	31-Oct-27	$0.1090	$0.03260	2,000,000	-		2,000,000	2,000,000	[3]
02-Nov-22	31-Oct-27	$0.1360	$0.03070	2,000,000	-		2,000,000	2,000,000	[3]
10-Nov-22	10-Nov-27	$0.1500	$0.02856	4,623,000	-		4,623,000	-	[3][M][S]
24-Nov-22	23-Nov-25	$0.0900	$0.02480	3,366,667	-		3,366,667	3,366,667	[2]
10-Feb-23	30-Sep-27	$0.1200	$0.02446	200,000	-		200,000	-	[4][M][S]
23-Feb-23	01-Jan-28	$0.0660	$0.02348	3,000,000	-		3,000,000	3,000,000	[4]
23-Feb-23	01-Jan-28	$0.0880	$0.02110	3,000,000	-		3,000,000	3,000,000	[4]
23-Feb-23	27-May-25	$0.2030	$0.00375	1,000,000	-	(1,000,000)	-	-	[3][M]
10-Aug-23	10-Aug-26	$0.0800	Nil	20,123,480	-		20,123,480	20,123,480	[1]
10-Aug-23	10-Aug-26	$0.0800	$0.01194	5,478,790	-		5,478,790	5,478,790	[2]
21-Aug-23	21-Aug-27	$0.0640	$0.01767	1,000,000	-		1,000,000	1,000,000	[3]
26-Sep-23	31-Oct-28	$0.0560	$0.02122	9,134,000	-		9,134,000	-	[4][M][S]
26-Oct-23	31-Oct-28	$0.0560	$0.01785	19,181,000	-		19,181,000	-	[3][M][S]
24-Nov-23	24-Nov-26	$0.0800	Nil	1,375,000	-		1,375,000	1,375,000	[3]
19-Dec-23	19-Dec-26	$0.0800	Nil	8,249,937	-		8,249,937	8,249,937	[1]

22-Dec-23	21-Dec-26	$0.0800	$0.00715	3,500,000	-		3,500,000	3,500,000	[2]
19-Jun-25	19-Jun-29	$0.0060	$0.00189	-	5,000,000		5,000,000	-	[3][S]
				113,414,716	**5,000,000**	**(12,384,168)**	**106,030,548**	**63,341,548**	

[1] Free attaching options since they were issued with issue of shares. No value was attached on initial recognition.
[2] Options issued to broker as consideration for broking services
[3] Director options
[4] Options issued to employees and KMPs
[M] Market based vesting conditions (share price levels) apply to these options
[S] Service-based vesting conditions apply to some or all of the director/employee holders of these options

b) Performance rights

Set out below are details of performance rights on issue:

2026

Grant date	Expiry date	Exercise price	Fair Value	Balance at the start of the year	Consolidation adjustment [C]	Exercised in the year	Expired in the year	Balance at the end of year	Exercisable at year end	Note
28-Nov-24	30-Nov-29	Nil	$0.16500	8,000,000	(7,466,666)	(533,334)	-	-	-	[5][SE]
28-Nov-24	01-Jul-27	Nil	$0.16500	5,250,000	(4,900,000)	-	(350,000)	-	-	[5][PX][S]
28-Nov-24	01-Jan-30	Nil	$0.16500	8,750,000	(8,166,667)	-	-	583,333	-	[5][P][S]
28-Nov-24	01-Jan-29	Nil	$0.16500	5,250,000	(4,900,000)	-	-	350,000	-	[5][P][S]
28-Nov-24	01-Jul-29	Nil	$0.11400	21,250,000	(19,833,333)	-	-	1,416,667	-	[5][6][M][S]
				48,500,000	**(45,266,666)**	**(533,334)**	**(350,000)**	**2,350,000**	**-**	

[5] Performance rights issued to Directors
[6] Performance rights issued to KMP
[P] Project performance based vesting conditions apply to these performance rights
[PX] Project performance based vesting conditions apply to these performance rights. These were not met and as a result these performance rights were cancelled
[M] Market based vesting conditions (share price levels) apply to these performance rights
[S] Service-based vesting conditions apply to some or all of the holders of these performance rights
[SE] Service-based vesting conditions applied to the director holders of these performance rights, which had been met by the reporting date. These performance rights were exercised and converted to shares by the directors on 30 January 2026
[C] A consolidation of securities on a 1-for-15 basis took place on 22 August 2025. As a result, the Exercise Price and Fair Value per share have been restated (upwards) by a factor of 15x

2025

Grant date	Expiry date	Exercise price	Fair Value	Balance at the start of the year	Issued in year	Balance at the end of year	Exercisable at year end	Note
28-Nov-24	30-Nov-29	Nil	$0.01100	-	8,000,000	8,000,000	-	[5][S]
28-Nov-24	01-Jul-27	Nil	$0.01100	-	5,250,000	5,250,000	-	[5][P][S]
28-Nov-24	01-Jan-30	Nil	$0.01100	-	8,750,000	8,750,000	-	[5][P][S]
28-Nov-24	01-Jan-29	Nil	$0.01100	-	5,250,000	5,250,000	-	[5][P][S]
28-Nov-24	01-Jul-29	Nil	$0.00760	-	21,250,000	21,250,000	-	[5][6][M][S]
				-	**48,500,000**	**48,500,000**	**-**	

[5] Performance rights issued to Directors
[6] Performance rights issued to KMP
[P] Project performance-based vesting conditions apply to these performance rights
[M] Market based vesting conditions (share price levels) apply to these performance rights
[S] Service-based vesting conditions apply to some or all of the holders of these performance rights

Note 14. Share-based payments

a) Ordinary Shares

2026

On 20 August 2025, amounts owing by the Company for consulting and capital raising services to the value of $620,521 (of which $590,827 was accrued as at 30 June 2025 and $29,694 related to services performed in the current financial year) were settled with the providers of these services by way of the issue of 206,840,334 shares and associated attaching options as part of tranche 2 of the Jun-25 Placement.

On 6 November 2025, 906,737 shares to the value of $40,795 were issued to employee Dr Babette Winter, who was Key Management Personnel, in relation to employee bonuses accrued in previous financial years.

2025

On 16 December 2024 the Executive Chair, Mr Len Jubber, and Non-Executive Directors, Mr Rory Luff and Dr Reinout Koopmans, were issued with a total of 9,380,790 fully paid ordinary shares in settlement of $93,808 of accrued Director Fees of which $6,668 was accrued in the current financial year and $87,139 was accrued in the prior financial year ended 30 June 2024.

In addition, on 16 December 2024 Director related entities of Mr Len Jubber and Mr Rory Luff were issued with a total of 10,000,000 fully paid ordinary shares in repayment of loans in the amount of $100,000 made by those entities to the Company during the financial year.

On 23 September 2024, a former Non-Executive Director of the Company was issued with 1,463,165 fully paid ordinary shares in settlement of $14,632 of accrued Director Fees relating to the prior financial year ended 30 June 2024.

Share Based Payments were also made during the financial year ended 30 June 2025 to service providers in lieu of consulting services performed during the financial year (6,884,100 fully paid ordinary shares in settlement of services to the value of $68,841).

b) Options:

2026

Tranche	Grant Date	Expiry Date	Exercise Price	Fair Value per Option	Granted as Remuneration	Consolidation Adjustment [C]	Expired / Exercised	Balance after Adjustments / Movements	Expense for the Year	Note
Tranche 3	4-May-21	27-May-26	$3.0450	$0.7035	6,824,711	(4,299,498)	(2,525,213)	-	-	[VE]
Tranche 5	5-Aug-21	5-Aug-26	$2.2665	$0.3194	192,069	(179,264)	-	12,805	-	[V]
Tranche 6	30-Mar-22	30-Mar-27	$2.4090	$2.5566	3,802,000	(2,223,201)	(1,420,000)	158,799	-	[V]
Tranche 7	30-Sep-22	30-Sep-27	$1.8000	$0.4932	3,890,000	(2,443,467)	(1,272,000)	174,533	7,226	[F]
Tranche 8	17-Oct-22	17-Oct-27	$1.8450	$0.4346	1,000,000	(933,333)	-	66,667	-	[G]
Tranche 9	2-Nov-22	31-Oct-27	$0.8250	$0.5685	2,000,000	(1,866,667)	-	133,333	-	[V]
Tranche 10	2-Nov-22	31-Oct-27	$1.2300	$0.5235	2,000,000	(1,866,667)	-	133,333	-	[V]
Tranche 11	2-Nov-22	31-Oct-27	$1.6350	$0.4890	2,000,000	(1,866,667)	-	133,333	-	[V]
Tranche 12	2-Nov-22	31-Oct-27	$2.0400	$0.4605	2,000,000	(1,866,667)	-	133,333	-	[V]
Tranche 13	10-Nov-22	10-Nov-27	$2.2500	$0.4284	4,623,000	(4,314,799)	-	308,201	26,394	[G]
Tranche 14	23-Feb-24	1-Jan-28	$0.9900	$0.3522	3,000,000	(2,800,000)	-	200,000	-	[V]
Tranche 15	23-Feb-24	1-Jan-28	$1.3200	$0.3165	3,000,000	(2,800,000)	-	200,000	-	[V]
Tranche 17	10-Feb-23	30-Sep-27	$1.8000	$0.3669	200,000	(186,667)	-	13,333	-	[F]
Tranche 18	21-Aug-23	21-Aug-27	$0.9600	$0.2650	1,000,000	(933,333)	-	66,667	-	[V]
Tranche 19	26-Sep-23	31-Oct-28	$0.8400	$0.3182	9,134,000	(8,525,067)	-	608,933	38,610	[F]
Tranche 20	26-Oct-23	31-Oct-28	$0.8400	$0.2678	19,181,000	(17,902,265)	-	1,278,735	68,227	[F]
Tranche 26	19-Jun-25	19-Jun-29	$0.0900	$0.0284	5,000,000	(4,666,667)	-	333,333	6,014	[D]
Tranche 27	20-Aug-25	20-Aug-27	$1.350	$0.0225	15,000,000	(14,000,000)		1,000,000	22,452	[B]

Tranche 28	13-Jan-26	13-Jan-30	$0.0580	$0.0217	458,000	-	-	458,000	2,293	[E]
					84,304,780	**(73,674,229)**	**(5,217,213)**	**5,413,338**	**171,216**	

[B] Options issued to broker as consideration for broker settlement services
[C] A consolidation of securities on a 1-for-15 basis took place on 22 August 2025. As a result, the Exercise Price and Fair Value per share have been restated (upwards) by a factor of 15x
[D] Vest after 18 months of continuous service (to 19 December 2026) as a director
[E] Vest after 18 months of continuous service (to 13 July 2027) as a director
[F] Vest when 20-day volume weighted average share price reaches $0.12
[G] Vest when 20-day volume weighted average share price reaches 100% above the share prior at grant date
[V] Vested
[VE] Vested, but expired during the year

2025

Tranche	Grant Date	Expiry Date	Exercise Price	Fair Value per Option	Granted as Remuneration	Expired / Exercised	Balance after Adjustments / Movements	Expense for the Year	Note
Tranche 1	27-Nov-20	2-Dec-24	$0.1200	$0.03000	3,500,000	(3,500,000)	-	-	[V]
Tranche 2	27-Nov-20	2-Dec-24	$0.0800	$0.02600	3,500,000	(3,500,000)	-	-	[V]
Tranche 3	4-May-21	27-May-26	$0.2030	$0.04690	6,824,711	(2,218,106)	4,606,605	-	[V]
Tranche 4	4-May-21	27-May-25	Nil	$0.09200	1,000,000	(1,000,000)	-	-	[E]
Tranche 5	5-Aug-21	5-Aug-26	$0.1511	$0.02129	192,069	-	192,069	-	[V]
Tranche 6	30-Mar-22	30-Mar-27	$0.1606	$0.17044	3,802,000	(1,420,000)	2,382,000	69,462	[V]
Tranche 7	30-Sep-22	30-Sep-27	$0.120	$0.03288	3,890,000	(1,272,000)	2,618,000	34,360	[F]
Tranche 8	17-Oct-22	17-Oct-27	$0.123	$0.02897	1,000,000		1,000,000	-	[G]
Tranche 9	2-Nov-22	31-Oct-27	$0.055	$0.03790	2,000,000		2,000,000	-	[V]
Tranche 10	2-Nov-22	31-Oct-27	$0.082	$0.03490	2,000,000		2,000,000	-	[V]
Tranche 11	2-Nov-22	31-Oct-27	$0.109	$0.03260	2,000,000		2,000,000	-	[V]
Tranche 12	2-Nov-22	31-Oct-27	$0.136	$0.03070	2,000,000		2,000,000	-	[V]
Tranche 13	10-Nov-22	10-Nov-27	$0.150	$0.02856	4,623,000		4,623,000	26,393	[G]
Tranche 14	23-Feb-24	1-Jan-28	$0.066	$0.02348	3,000,000		3,000,000	-	[V]
Tranche 15	23-Feb-24	1-Jan-28	$0.088	$0.02110	3,000,000		3,000,000	-	[V]
Tranche 16	23-Feb-24	27-May-25	$0.088	$0.00375	1,000,000	(1,000,000)	-	-	[G]
Tranche 17	10-Feb-23	30-Sep-27	$0.120	$0.02446	200,000		200,000	1,223	[F]
Tranche 18	21-Aug-23	21-Aug-27	$0.064	$0.01767	1,000,000		1,000,000	-	[F]
Tranche 19	26-Sep-23	31-Oct-28	$0.056	$0.02122	9,134,000		9,134,000	38,610	[F]
Tranche 20	26-Oct-23	31-Oct-28	$0.056	$0.01785	19,181,000		19,181,000	68,225	[F]
Tranche 26	19-Jun-25	19-Jun-29	$0.006	$0.00189	5,000,000	-	5,000,000	151	[H]
					77,846,780	**(13,910,106)**	**63,936,674**	**238,424**	

[E] Issued in error and subsequently cancelled
[F] Vest when 20-day volume weighted average share price reaches $0.12
[G] Vest when 20-day volume weighted average share price reaches 100% above the share prior at grant date
[H] Vest after 18 months of continuous service (to 19 December 2026) as a director
[V] Vested

Valuation of Share Based Payments

A summary of the key assumptions used in applying the Option Valuation Models to the share-based payments recognised is as follows:

2026

	Black-Scholes option valuation	Black-Scholes option valuation
	Broker settlement services	Director
Variable	Input for 15.0 million options (Tranche 27)	Input for 458,000 options (Tranche 28)
Spot price	$0.045	$0.03
Exercise price	$0.09	$0.058
Life	2	4.0
Volatility	125%	124%
Dividend yield	Nil	Nil
Risk free rate	3.41%	4.17%
Call option value	**$0.0225**	**$0.0217**

Expected volatility is based on historic volatility of the Company's shares over recent trading periods, aligned to the expected life of the options.

c) Performance Rights

An Employee Security Ownership Plan was established by the Company and approved by shareholders at a general meeting held on 28 November 2024, whereby the Company may grant rights over ordinary shares in the Company to Directors and Officers of the consolidated entity. Set out below are summaries of Performance Rights granted, reversed and expired under the plan:

2026

Tranche	Grant Date	Expiry Date	Exercise Price	Fair Value per Security	Granted as Remuneration	Consolidation Adjustment [C]	Expired / Exercised	Balance after Adjustments / Movements	Expense for the Year	Note
Tranche 21	28-Nov-24	30-Nov-29	Nil	$0.01100	8,000,000	(7,466,666)	(533,334)	-	38,624	[PR1]
Tranche 22	28-Nov-24	1-Jul-27	Nil	$0.01100	5,250,000	(4,900,000)	(350,000)	-	(3,992)	[PR2]
Tranche 23	28-Nov-24	1-Jan-30	Nil	$0.01100	8,750,000	(8,166,667)	-	583,333	-	[PR3]
Tranche 24	28-Nov-24	1-Jan-29	Nil	$0.01100	5,250,000	(4,900,000)	-	350,000	-	[PR4]
Tranche 25	28-Nov-24	1-Jul-29	Nil	$0.00760	21,250,000	(19,833,333)	-	1,416,667	52,231	[PR5]
					48,500,000	**(45,266,666)**	**(883,334)**	**2,350,000**	**86,863**	

[C] A consolidation of securities on a 1-for-15 basis took place on 22 August 2025. As a result, the Exercise Price and Fair Value per share have been restated (upwards) by a factor of 15x

[PR1] Performance Rights - Vested on 28 November 2025, exercised and converted to shares on 30 January 2026

[PR2] Performance Rights - Project related vesting conditions on 1 July 2025 were not met. Subsequently cancelled on 5 November 2025. The share based payment expense of $3,992 attributable to these securities which was expensed in the prior year was reversed in the current financial year.

[PR3] Performance Rights - Project related vesting conditions on 1 January 2028

[PR4] Performance Rights - Project related vesting conditions on 1 January 2027

[PR5] Performance Rights issued under Long Term Incentive Plan - share price vesting conditions on 1 July 2027

2025

Tranche	Grant Date	Expiry Date	Exercise Price	Fair Value per Security	Granted as Remuneration	Expired / Exercised	Balance after Adjustments / Movements	Expense for the Year	Note
Tranche 21	28-Nov-24	30-Nov-29	Nil	$0.01100	8,000,000	-	8,000,000	49,376	[PR1]
Tranche 22	28-Nov-24	1-Jul-27	Nil	$0.01100	5,250,000	-	5,250,000	3,992	[PR2]
Tranche 23	28-Nov-24	1-Jan-30	Nil	$0.01100	8,750,000	-	8,750,000	3,618	[PR3]

Tranche 24	28-Nov-24	1-Jan-29	Nil	$0.01100	5,250,000	-	5,250,000	3,096	[PR4]
Tranche 25	28-Nov-24	1-Jul-29	Nil	$0.00760	21,250,000	-	21,250,000	34,343	[PR5]
					48,500,000	**-**	**48,500,000**	**94,425**	

[PR1] Performance Rights - Vest on 28 November 2025. Service conditions require that the holder must remain a director during the vesting period.
[PR2] Performance Rights - Project related vesting conditions on 1 July 2025. Service conditions require that the employee must remain employed director during the vesting period.
[PR3] Performance Rights - Project related vesting conditions on 1 January 2028. Service conditions require that the employee must remain employed director during the vesting period.
[PR4] Performance Rights - Project related vesting conditions on 1 January 2027. Service conditions require that the employee must remain employed director during the vesting period.
[PR5] Performance Rights issued under Long Term Incentive Plan - share price vesting conditions on 1 July 2027. Service conditions require that the employee must remain employed director during the vesting period.

Valuation of Share Based Payments

A summary of the key assumptions used in applying the Performance Rights Valuation Model to the share-based payments recognised is as follows:

2026

No performance rights were issued in the current financial year

Note 15. Financial instruments

Financial risk management objectives

The consolidated entity's activities expose it to a variety of financial risks: foreign currency risk and liquidity risk. The consolidated entity's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the consolidated entity. Derivatives are not used as trading or other speculative instruments. The consolidated entity uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of foreign exchange rate and other price risks, ageing analysis for credit risk.

Risk management is carried out under policies approved by the Board of Directors ('Board'). These policies include identification and analysis of the risk exposure of the consolidated entity and appropriate procedures, controls and risk limits.

Fair value of financial instruments

Unless otherwise stated, the carrying amounts of financial instruments reflect their fair value. The carrying amounts of trade receivables and trade payables are assumed to approximate their fair values due to their short-term nature.

Foreign currency risk

Exposure to foreign currency risk may result from movement in foreign exchange rates of currencies in which the consolidated entity incurs operating costs which are other than its AUD functional currency. The consolidated entity's foreign currency risk is mitigated through the use of foreign currency bank accounts.

Consolidated group	2026 Carrying Amount $	2026 Impact of +/-1% movement in exchange rate	2025 Carrying Amount $	2025 Impact of +/-1% movement in exchange rate
Foreign currency assets				
Cash and cash equivalents	42,530	425	546,735	303
Other receivables	15,057	151	58,385	419
Property, plant and equipment	28,971	290	56,374	564
Exploration and evaluation	2,048,926	20,489	2,224,922	22,249
Total foreign currency assets	2,135,484	21,355	2,353,439	23,535
Foreign currency liabilities				
Trade and other payables	800,262	8,003	1,658,351	16,584
Total foreign currency liabilities	800,262	8,003	1,658,351	16,584

Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The consolidated entity's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the consolidated entity's reputation.

Ultimate responsibility for liquidity risk management rests with the Board of Directors. The consolidated entity manages liquidity risk by maintaining adequate cash reserves, or from funds raised in the market, or by debt and by continuously monitoring forecast and actual cash flows. The liquidity profile of the consolidated entity's financial liabilities are disclosed in the relevant notes below.

Consolidated group	2026 Carrying Amount $	2026 Fair Value $	2025 Carrying Amount $	2025 Fair Value $
Financial assets				
Financial assets at amortised cost:				
Cash and cash equivalents	454,924	454,924	546,735	546,735
Other receivables:	20,114	20,114	58,385	58,385
Total financial assets	**475,038**	**475,038**	**605,120**	**605,120**
Financial liabilities				
Financial liabilities at amortised cost:				
Trade and other payables	1,141,599	1,141,599	2,130,962	2,130,962
Total financial liabilities	**1,141,599**	**1,141,599**	**2,130,962**	**2,130,962**

Note 16. Key management personnel disclosures

Compensation
The aggregate compensation made to Directors and other members of key management personnel of the consolidated entity is set out below:

	Consolidated	
	2026	**2025**
	$	**$**
Short-term employee benefits	557,310	719,345
Termination payments	6,588	7,373
Share-based payments	145,122	229,413
	709,020	**956,131**

Note 17. Remuneration of auditors
During the financial year the following fees were paid or payable for services provided by the auditor of the Company:

	Consolidated	
	2026	**2025**
	$	**$**
Audit & Review Fee – BDO	67,000	65,000
	67,000	**65,000**

Note 18. Contingent liabilities

There are no contingent liabilities as at 30 June 2026 and 30 June 2025.

Note 19. Commitments

The Company is party to an option heads of agreement with McKnight Resources AB (**McKnight**) dated 28 November 2025 (Option Agreement). The Option Agreement gives the Company an exclusive option over the Glava 100 copper–gold licence area (**Glava 100 Option**), located in Värmland Province in south-western Sweden.

On 1 June 2026 Turnstone exercised its option with McKnight to acquire the Glava 100 licence, as a result of which the Company will acquire the Glava 100 licence for $150,000, payable in TSR ordinary shares at an issue price of A$0.0352 per share, which is equal to the 20-day VWAP immediately prior to 1 June 2026, being the date the option was formally exercised (equivalent to 4,261,363 ordinary shares).

Completion of the option exercise and transfer to Turnstone of clean title to the Glava 100 licence is subject to gaining regulatory approvals from The Inspection for Strategic Products (Inspektionen för Strategiska Produkter) (**ISP**) in relation to foreign direct investment into Sweden and The Mining Inspectorate of Sweden (Bergsstaten) (**MI**) in relation to the transfer of ownership of mining and exploration licences. The ISP application was approved on 8 July 2026. The MI application for approval process is currently being progressed.

A 1.5% net smelter royalty deed in respect of the Glava 100 licence in favour of McKnight is to be negotiated and executed within 30 business days of completion of the transfer of the Glava 100 licence to TSR, on terms consistent with industry practice.

Under the terms of the Option Agreement, McKnight has applied for, was granted, and holds these six new licences on trust for Turnstone and will transfer them to Turnstone subject to Swedish regulatory approvals. The application to the ISP was approved on 8 July 2026. The MI application for approval process is currently being progressed concurrently with the applications for the Glava 100 licence.

Upon receipt of approvals and once the licences have been successfully transferred from McKnight to Turnstone, Turnstone will pay fees to McKnight for the transfer of the new licences as follows:

- Glava 200 and Glava 300 licences – no fees payable.
- Klinten 100 licences - $25,000, payable in Turnstone ordinary shares at an issue price equal to the 20-day VWAP immediately prior to the date of transfer of the licence to Turnstone.
- Kyrkskogen 100, Mangens 100 and Bockgruvan 100 licences - $50,000, payable in Turnstone ordinary shares at an issue price equal to the 20-day VWAP immediately prior to the date on which all three licences have been transferred to Turnstone.

At the general meeting held on 14 September 2026, the shareholders of Turnstone approved the issue of ordinary shares to McKnight as consideration for the transfer of Swedish licence areas as set out above.

As result of the above, once the MI approvals are received for the transfer of the applicable licences to Turnstone, the Company will be under the obligation to issue $225,000 worth of ordinary shares to McKnight as consideration for the transfers

There are no other commitments as at 30 June 2026 and 30 June 2025 which have not been disclosed in the statement of financial position.

Note 20. Legal parent entity information

Set out below is the supplementary information about the parent entity:

Statement of profit or loss and other comprehensive income

	Parent	
	2026	**2025**
	$	**$**
Loss after income tax	(2,019,178)	(1,257,333)
Total comprehensive income	**(2,019,178)**	**(1,257,333)**

Statement of financial position	**Parent**	
	2026	**2025**
	$	**$**
Total current assets	452,912	559,643
Total assets	**1,788,136**	**1,254,730**
Total current liabilities	341,338	472,611
Total liabilities	341,338	472,611
Net Assets	**1,446,798**	**782,119**
Equity		
Issued capital	45,557,454	42,414,791
Reserves	2,765,183	2,594,976
Accumulated losses	(46,875,839)	(44,227,648)
Total equity	**1,446,798**	**782,119**

Material accounting policies
The accounting policies of the parent entity are consistent with those of the consolidated entity, as disclosed in note 1, except for the following:

- Investments in subsidiaries are accounted for at cost

Note 21. Subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1:

Name of entity	Country of incorporation	Equity holding 2026 %	2025 %
South Harz Potash (Australia) Pty Ltd	Australia	100.00	100.00
Südharz Kali GmbH	Germany	100.00	100.00

Note 22. Events after the reporting period

Board changes
On 3 August 2026, the Company advised that Richard Pearce was appointed Non-Executive Chair, and that Len Jubber would take on the role as Chief Executive Officer and Managing Director.

On 31 August 2026, the Company advised that Len Jubber will step down from the Board and his roles as Managing Director and Chief Executive Officer, with effect from 22 September 2026. Mr Jubber will transition to the role of Board Advisor, Potash Strategy from 1 November 2026.

From 22 September 2026, the current three Directors of the Company will perform the executive duties of the Company whilst a search for a new Chief Executive Officer is conducted. All Directors will remain Non-Executive, with no Executive title being designated.

Capital raising activities
On 4 September 2026, the Company announced that it had received firm commitments to raise $1,100,000 of gross new equity (before costs) by way of a two-tranche placement of shares at an issue price of $0.02 per share (**Sep-26 Placement**).

The Tranche 1 placement raised $835,000 of gross new equity for the issue of 41,750,000 shares and was completed on 10 September 2026.

The Tranche 2 placement is in respect of commitments of $265,000 for 13,250,000 share and is subject to shareholder approval at a general meeting of shareholders expected to be held on 13 October 2026.

The Tranche 2 placement includes commitments by Directors for gross equity of $160,000 for the issue of 8,000,000 shares as follows:

- $20,000 for 1,000,000 shares to Richard Pearce (or his director related entities),
- $30,000 for 1,500,000 shares to Len Jubber (or his director related entities), and
- $110,000 for 5,500,000 shares to Rory Luff (or his director related entities).

Expiry of options after reporting date

The following options expired after the end of the financial year:

- 12,805 options expired on 5 August 2026, and
- 1,706,823 options expired on 10 August 2026.

Sweden activities

Glava 100 Option and exercise

The Company is party to an option heads of agreement with McKnight Resources AB (**McKnight**) dated 28 November 2025 (Option Agreement). The Option Agreement gives the Company an exclusive option over the Glava 100 copper–gold licence area (**Glava 100 Option**), located in Värmland Province in south-western Sweden.

On 1 June 2026 Turnstone exercised its option with McKnight to acquire the Glava 100 licence, as a result of which the Company will acquire the Glava 100 licence for $150,000, payable in TSR ordinary shares at an issue price of A$0.0352 per share, which is equal to the 20-day VWAP immediately prior to 1 June 2026, being the date the option was formally exercised (equivalent to 4,261,363 ordinary shares).

Completion of the option exercise and transfer to Turnstone of clean title to the Glava 100 licence is subject to gaining regulatory approvals from The Inspection for Strategic Products (Inspektionen för Strategiska Produkter) (**ISP**) in relation to foreign direct investment into Sweden and The Mining Inspectorate of Sweden (Bergsstaten) (**MI**) in relation to the transfer of ownership of mining and exploration licences. The ISP application was approved on 8 July 2026. The MI application for approval process is currently being progressed.

New licences to be transferred to Turnstone

Under the terms of the Option Agreement, McKnight has applied for, was granted, and holds these six new licences on trust for Turnstone and will transfer them to Turnstone subject to Swedish regulatory approvals. The application to the ISP was approved on 8 July 2026. The MI application for approval process is currently being progressed concurrently with the applications for the Glava 100 licence.

Upon receipt of approvals and once the licences have been successfully transferred from McKnight to Turnstone, Turnstone will pay fees to McKnight for the transfer of the new licences as follows:

- Glava 200 and Glava 300 licences – no fees payable.
- Klinten 100 licences - $25,000, payable in Turnstone ordinary shares at an issue price equal to the 20-day VWAP immediately prior to the date of transfer of the licence to Turnstone.
- Kyrkskogen 100, Mangens 100 and Bockgruvan 100 licences - $50,000, payable in Turnstone ordinary shares at an issue price equal to the 20-day VWAP immediately prior to the date on which all three licences have been transferred to Turnstone.

Shareholder approval for issue of Turnstone shares to McKnight

At the general meeting held on 14 September 2026, the shareholders of Turnstone approved the issue of ordinary shares to McKnight as consideration for the transfer of Swedish licence areas as set out above.

New Swedish subsidiary

On 21 July 2026, Turnstone acquired a new shelf company subsidiary in Sweden called Goldcup 101759 AB, which was later renamed on 27 August 2026 to "Turnstone Sweden AB" (**TSAB**). TSAB is the nominated entity that will be transferred the seven Swedish licences from McKnight once the MI approvals are received.

Creditor Balances

Trade payables balances owing to a creditor of the Company's wholly-owned German subsidiary, Südharz Kali GmbH (**SHK**) totalling €474,911 ($783,941 as at 30 June 2026). The outstanding balance relates to engineering services provided to SHK for the Ohmgebirge Pre-Feasibility Study by K ERCOSPLAN Ingenieurgesellschaft Geotechnik und Bergbau GmbH (**Ercosplan**). SHK is paying interest to Ercosplan at 5% per annum on the amount owed, payable monthly until the debts have been repaid.

On 26 June 2025, the company and Ercosplan executed binding terms during the financial year to defer the repayment of the balance owing until 31 December 2026 on the basis that the Company continues to pay interest monthly at a rate of 5% per annum on the balance owed, and the grant by the Company of a first ranking security over its interest in the Ebeleben mining lease in Thüringen, Germany, as security for the amount owed. The grant of the security interest was signed and notarised on 16 July 2025. Subsequent to the end of the financial year, the Company and Ercosplan commenced discussions to further extend the repayment date beyond 31 December 2026.

Director Loan

On 21 August 2026, the Company (as borrower) executed an unsecured loan facility agreement with Director Len Jubber. The amount of the loan facility was $50,000, repayable on 20 September 2026 (or in the event funds are received from a capital raise, in addition to other customary repayment terms) and attracted an interest rate of 5% per annum on drawn funds. On 24 August 2026, the Company drew down the full amount of the facility of $50,000. Following the receipt of monies from Tranche 1 of the Sep-26 Placement, the Company subsequently repaid this loan on 11 September 2026 (plus interest of $123) which also terminated the loan facility.

Note 23. Related party transactions

Remuneration and share base payments

Directors' remuneration including fees and share based payments in the financial year have been disclosed in the remuneration report and separately in the notes to these financial statements.

Directors' interests in Company securities

Directors' interests in securities in the Company in the financial year have been disclosed separately in the remuneration report.

Loans from Director-related entities to the Company

On 2 March 2026, the Company (as borrower) executed an unsecured loan facility agreement with Mr Leonard Stanley Jubber & Mrs Alexandra Maidment Jubber as Trustees for the Jubber Super Fund, a director-related entity of Len Jubber (Mr Jubber is the trustee and a beneficiary of the Jubber Super Fund). The amount of the loan facility was $50,000, repayable on 30 June 2026 (or in the event funds are received from a capital raise, in addition to other customary repayment terms) and attracted an interest rate of 5% per annum on drawn funds. On 5 March 2026, the Company drew down the full amount of the facility of $50,000. Following the receipt of monies from Tranche 1 of the Mar-26 Placement, the Company subsequently repaid this loan on 17 March 2026 (plus interest of $82.19) which also terminated the loan facility.

Consulting services agreement with director-related entity

During the financial year, the Company signed a consulting services agreement with Starcross Group Pty Ltd (**Starcross**), a director-related entity of Mr Richard Pearce. The consulting services provided by Starcross were primarily focused on assisting in the search and selection of one or more new mineral assets for the Company. The terms and conditions of the agreement were typical of an arms length third party consulting agreement. The period of services covered by the agreement was a 4 month period commencing on 1 September 2025, and was subsequently extended by agreement of the parties until 30 June 2026. During the period of the contract, the company made payments to Starcross for consulting services totalling $39,453.

There were no other related party transactions.

Note 24. Reconciliation of loss after income tax to net cash used in operating activities

	Consolidated	
	June 2026	**June 2025**
	$	**$**
Cash flows from operating activities		
Loss for the financial year	(2,536,754)	(3,123,920)
Share based payment	258,079	332,849
FX gain on currency translation	(617)	(36,217)
Amortisation / depreciation	16,561	25,968
Loss on disposal of assets	1,130	-
Decrease in VAT and other receivables	29,474	170,137
(Decrease) / Increase in payables	(185,251)	28,490
Net cash used in operating activities	**(2,417,378)**	**(2,602,693)**

Note 25. Loss per share

	Consolidated	
	2026	**2025**
	$	**$**
Loss after income tax attributable to the owners	(2,536,754)	(3,123,920)
Weighted average number of ordinary shares used in calculating basic and diluted loss per share[1]	135,449,408	66,799,572
Basic loss per share[1]	(1.87)	(4.68)
Diluted loss per share[1]	(1.87)	(4.68)

As the Company records a loss after tax, options and performance rights are not considered to calculate the diluted loss per share. As at 30 June 2026, there were a total of 36,645,793 options and 2,350,000 performance rights on issue that are not considered to be dilutive.

1. The amounts for FY 2025 and prior have been restated to reflect the impact of the 15 for 1 consolidation that was implemented with effect from 20 August 2025, in which the amount of securities on issue was reduced by a factor of 15, which resulted in a corresponding nominal increase in the share price by a factor of 15

Consolidated Entity Disclosure Statement as at 30 June 2026

Basis of Preparation

This Consolidated Entity Disclosure Statement (**CEDS**) has been prepared in accordance with the Corporations Act 2001, reflecting the amendments to section 295(3A)(vi) and (vii) which clarify the definition of foreign resident as being an entity that is treated as a resident of a foreign country under the tax laws of that foreign country. The CEDS includes certain information for each entity that was part of the consolidated entity at the end of the financial year in accordance with AASB 10 *Consolidated Financial Statements*.

Determination of Tax Residency

Section 295(3B)(a) of the Corporations Act 2001 defines Australian resident as having the meaning in the Income Tax Assessment Act 1997. The determination of tax residency involves judgement as there are currently several different interpretations that could be adopted, and which could give rise to a different conclusion on residency. Section 295 (3A)(a)(vii) requires the determination of tax residency in a foreign jurisdiction to be based on the law of the foreign jurisdiction relating to foreign income tax.

In determining tax residency, the consolidated entity has applied the following interpretations:

- ***Australian tax residency***
  The consolidated entity has applied current legislation and judicial precedent, including having regard to the Tax Commissioner's public guidance in Tax Ruling TR 2018/5.
- ***Foreign tax residency***
  Where necessary, the consolidated entity has used independent tax advisers in foreign jurisdictions to assist in determining tax residency in those foreign jurisdictions and ensure compliance with applicable foreign tax legislation.

In accordance with subsection 295(3A) of the Corporations Act 2001, this consolidated entity disclosure statement provides information about each entity that was part of the consolidated entity at the end of the financial year.

Name of entity	Type of entity	Place formed or incorporated	Percentage of share capital held (if applicable)	Australian resident	Foreign jurisdiction in which the entity is a resident for tax purposes (according to the law of the foreign jurisdiction)
Turnstone Resources Ltd	Body corporate	Australia	n/a	Yes	n/a
South Harz Potash (Australia) Pty Ltd	Body corporate	Australia	100%	Yes	n/a
Südharz Kali GmbH	Body corporate	Germany	100%	No	Germany

Directors' declaration

In accordance with a resolution of the Directors of Turnstone Resources Ltd, the Directors of the Company declare that:

1. the consolidated financial statements and notes, as set out on pages 39 to 65 and the Remuneration report as set out on pages 29 to 37 in the Directors' report, are in accordance with the Corporations Act 2001 including:

    a. giving a true and fair view of the Consolidated Group's financial position as at 30 June 2026 and of its performance for the year ended on that date; and
    b. complying with Australian Accounting Standards and the Corporations Regulations 2001;

2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable;

3. in the directors' opinion, the consolidated entity disclosure statement required by subsection 295(3A) of the Corporations Act 2001 as set out on page 66 is true and correct;

4. the Directors have been given the declarations required by s295A of the Corporations Act 2001 from the Managing Director / Chief Executive Officer; and

5. The Directors draw attention to Note 1 to the consolidated financial statements, which includes a statement of compliance with IFRS Accounting Standards.

Signed in accordance with a resolution of Directors made pursuant to section 295(5) of the Corporations Act 2001.

On behalf of the directors

Richard Pearce
Non-Executive Chair
Turnstone Resources Ltd
22 September 2026

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF TURNSTONE RESOURCES LIMITED

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Turnstone Resources Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2026, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial report, including material accounting policy information, the consolidated entity disclosure statement and the directors' declaration.

In our opinion the accompanying financial report of the Group, is in accordance with the *Corporations Act 2001*, including:

(i) Giving a true and fair view of the Group's financial position as at 30 June 2026 and of its financial performance for the year ended on that date; and

(ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to audits of the financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 1 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the group's ability to continue as a going concern and therefore the group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the *Material uncertainty related to going concern* section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Carrying value of capitalised exploration & evaluation expenditure

Key audit matter	How the matter was addressed in our audit
The carrying value of exploration and evaluation assets as at 30 June 2026 is disclosed in Note 9 of the financial report. The Group has adopted the accounting policy to capitalise acquisition costs relating to the acquisition of original exploration and evaluation expenditure and expense any ongoing exploration activities. As the carrying value of exploration and evaluation assets represents a significant asset of the Group, we considered it necessary to assess whether any factors or circumstances exist to suggest that the carrying amount of this asset should be subject to impairment testing. Judgement is applied in determining the treatment of exploration expenditure in accordance with Australian Accounting Standard AASB 6 Exploration for and Evaluation of Mineral Resources. As a result, this is considered a key audit matter.	Our procedures included, but were not limited to: • Obtaining a schedule of the areas of interest held by the Group and assessing whether the rights to tenure of those areas of interest remain current at reporting date; • Considering the status of the ongoing programmes in the respective areas of interest by holding discussions with management and reviewing ASX announcements and board meeting minutes; • Considering whether any such areas of interest had reached a stage where a reasonable assessment of economically recoverable reserves existed; • Considering whether there are any other facts or circumstances existing to suggest impairment testing was required; and • Assessing the adequacy of the related disclosures in the financial report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2026, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the Financial Report

The directors of the Company are responsible for the preparation of:

a) the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and

b) the consolidated entity disclosure statement that is true and correct in accordance with the Corporations Act 2001, and

for such internal control as the directors determine is necessary to enable the preparation of:

i) the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error; and

ii) the consolidated entity disclosure statement that is true and correct and is free of misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the ability of the group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (http://www.auasb.gov.au/Home.aspx) at: https://www.auasb.gov.au/media/bwvjcgre/ar1_2024.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 29 to 37 of the directors' report for the year ended 30 June 2026.

In our opinion, the Remuneration Report of Turnstone Resources Limited, for the year ended 30 June 2026, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

BDO

BDO Audit Pty Ltd

Paul Gosnold

Paul Gosnold
Director

Adelaide, 22 September 2026

Shareholder information

The following additional information was applicable as at 22 September 2026:

Holders of at least 5% of Ordinary Shares Issued	Ordinary Shares Held	% of Ordinary Shares Issued
BNP PARIBAS NOMINEES PTY LTD	14,646,157	6.92%
RORY LUFF AND ASSOCIATED ENTITIES	11,558,489	5.46%

Distribution of Shareholders:

Range (shares held)	Holders	Ordinary Shares Held	% of Ordinary Shares Issued
1 - 1,000	85	23,783	0.01%
1,001 - 5,000	46	124,757	0.06%
5,001 - 10,000	30	217,352	0.10%
10,001 - 100,000	244	10,118,928	4.78%
Over 100,000	168	201,021,757	95.04%
Total	**573**	**211,506,577**	**100.00%**

The number of holders with an unmarketable holding: 215, totalling 1,309,744 shares, amounting to 0.62% of Issued Capital

20 Largest Fully Paid Ordinary Shareholders

	Holder	Securities	% of Ordinary Shares Issued
1	BNP PARIBAS NOMINEES PTY LTD	14,646,157	6.92%
2	CITICORP NOMINEES PTY LIMITED	10,090,654	4.77%
3	MS CHUNYAN NIU	9,446,154	4.47%
4	RL HOLDINGS PTY LTD	7,635,622	3.61%
5	MR LEONARD STANLEY JUBBER & MRS ALEXANDRA MAIDMENT JUBBER	7,082,988	3.35%
6	JOHN WARDMAN & ASSOCIATES PTY LTD	5,749,924	2.72%
7	CRAZY DINGO PTY LTD	5,000,000	2.36%
7	MISS KARIN SANDRA HELENA OLOFSSON	5,000,000	2.36%
7	MANZA PTY LTD	5,000,000	2.36%
10	OCEANIC CAPITAL PTY LTD	4,873,333	2.30%
11	ST GEORGE CUSTODIANS PTY LTD	4,451,609	2.10%
12	MAGG HOLDINGS PTY LTD	4,000,000	1.89%
13	BNP PARIBAS NOMINEES PTY LTD	3,980,628	1.88%
14	BUDWORTH CAPITAL PTY LTD	3,750,000	1.77%
15	SLS NOMINEES PTY LTD	3,735,996	1.77%
16	ITA NOMINEES PTY LTD	3,466,013	1.64%
17	SAF MANAGEMENT PTY LTD	3,000,000	1.42%
18	STEFAN KEHR	2,804,084	1.33%
19	BNP PARIBAS NOMS PTY LTD	2,803,557	1.33%
20	GOLDFIRE ENTERPRISES PTY LTD	2,500,000	1.18%
	Top 20 Shareholders	**109,016,719**	**51.54%**

Voting Rights

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.